



**Federal Deposit Insurance Corporation**  
550 17th Street NW, Washington, D.C. 20429-9990

**Financial Institution Letter**  
**FIL-70-2005**  
**July 29, 2005**

## **HOST STATE LOAN-TO-DEPOSIT RATIOS**

### **2005 Ratios**

**Summary:** The federal banking agencies have issued the attached host state loan-to-deposit ratios for 2005.

**Distribution:**

FDIC-Supervised Banks (Commercial and Savings)

**Suggested Routing:**

Chief Executive Officer  
Compliance Officer

**Related Topics:**

Community Reinvestment Act

**Attachment:**

Section 109 Host State Loan-to-Deposit Ratios

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**Note:**

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**Highlights:**

- The banking agencies have issued the attached 2005 host state loan-to-deposit ratios used to determine compliance with Section 109 of the Riegle-Neal Interstate Banking and Branching Efficiency Act. These ratios update information published on August 26, 2004.
- Section 109 prohibits any bank from establishing or acquiring a branch outside its home state primarily for the purpose of deposit production. This prohibition applies to any bank branch controlled by an out-of-state bank holding company.
- As part of the test for compliance with Section 109, a bank's statewide loan-to-deposit ratio is compared to the appropriate host state loan-to-deposit ratio.

