



STATE OF TENNESSEE
DEPARTMENT OF FINANCIAL INSTITUTIONS
500 Charlotte Avenue, 4th Floor John Sevier Building
Nashville, Tennessee 37243
615/741-2236

BULLETIN

NO. B-95-1

TO: Bank Incorporators

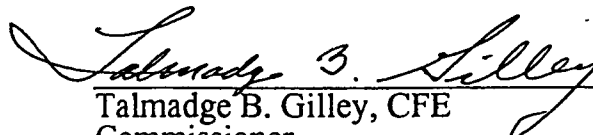
RE: Initial Investment Required by T.C.A. Section 45-2-201

DATE: March 14, 1995

Pursuant to the authority granted the Commissioner under T.C.A. Section 45-1-107, the Commissioner hereby interprets T.C.A. Section 45-2-201(c) as requiring each incorporator to subscribe and pay in full in cash for stock in an amount not less than one percent (1%) of the minimum capital structure. Such "minimum capital structure" shall be established by the Commissioner based on the factors set out in T.C.A. Section 45-2-207.

For example, if the Commissioner determines that the "minimum capital structure" shall not be less than five million dollars (\$5,000,000), then each incorporator must invest a minimum of fifty thousand dollars (\$50,000).

The application of this interpretation is effective immediately. If you have any questions concerning the department's position, please call Staff Attorney Brian Ragan at 615/532-1030.


Talmadge B. Gilley, CFE
Commissioner

TBG:PBR:DCG