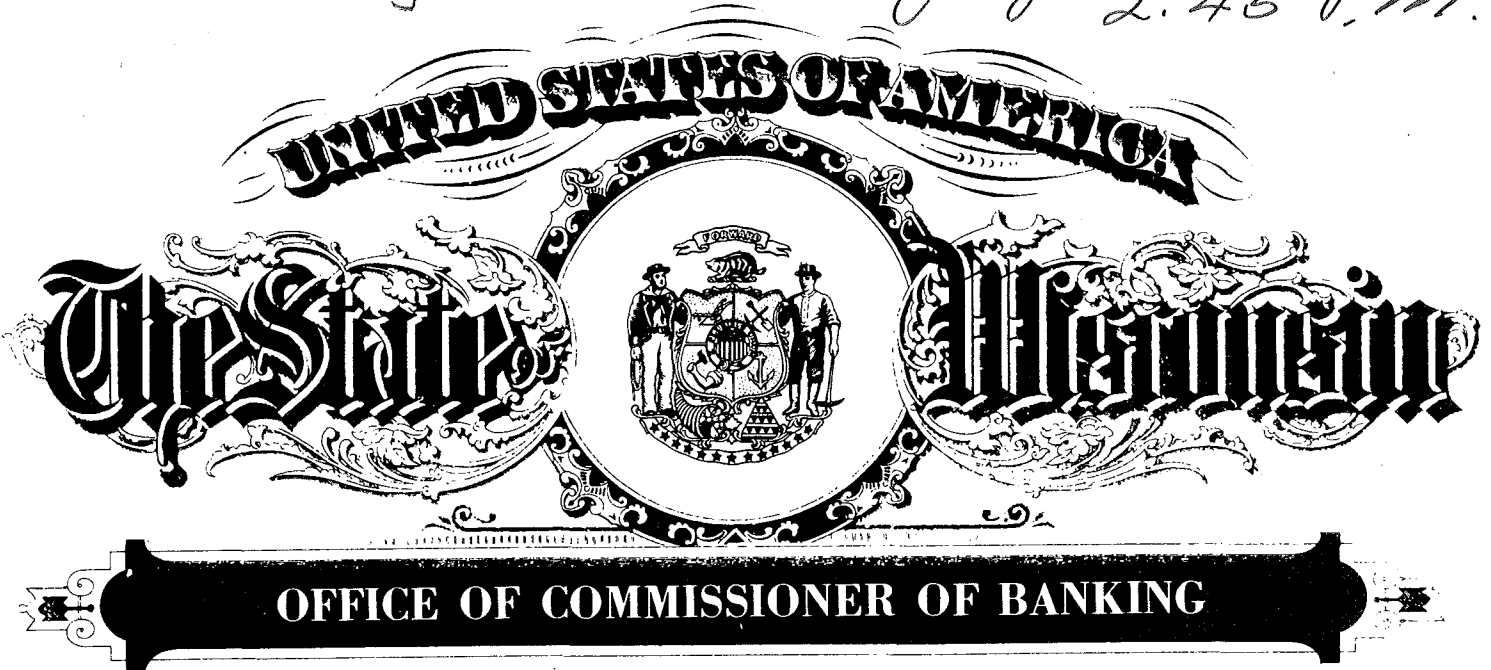


Bkg 54

Filed July 20, 1971  
2:45 P.M.



STATE OF WISCONSIN )  
 ) SS  
 OFFICE OF COMMISSIONER OF BANKING)

TO ALL TO WHOM THESE PRESENTS SHALL COME, GREETINGS:

I, T. E. Pederson, Deputy Commissioner of Banking of Wisconsin, and Acting Commissioner, and custodian of the official records of said Department, do hereby certify that the annexed amended rules and adopted rules regulating real estate mortgage loans made by State-Chartered Credit Unions of Wisconsin were duly approved and adopted by this Department on the Nineteenth Day of July, 1971, and are to be effective as provided in Section 227.026 (1) Wisconsin Statutes.

I further certify that said copy has been compared by me with the original on file in this Department and that the same is a true copy thereof and of the whole of such original.

IN TESTIMONY WHEREOF, I,  
 T. E. Pederson, Deputy  
 Commissioner of Banking  
 and Acting Commissioner,  
 have hereunto set my hand  
 and affixed the official  
 seal. Done in the City of  
 Madison, this Nineteenth  
 Day of July, 1971.

*T. E. Pederson*

T. E. Pederson  
 Deputy Commissioner of Banking  
 Acting Commissioner

ORDER OF THE  
COMMISSIONER OF BANKING  
AMENDING AND ADOPTING RULES

Pursuant to authority vested in the Commissioner of Banking with the approval of the Credit Union Review Board by Section 186.23, Wisconsin Stats., and pursuant to the procedure set forth in Section 227.02 (1) (e), Wisconsin Stats., the Commissioner of Banking hereby amends and adopts the following rules:

SUB-SECTION BKG 54.01 (1) (g) is amended to read as follows:

"(g) Total assets of \$1,000,000 to \$1,500,000--  
Maximum Loan--\$20,000;"

SUB-SECTIONS BKG 54.01 (1) (h) and (i) are created to read as follows:

"(h) Total assets of \$1,500,000 to \$2,000,000--  
Maximum Loan--\$25,000;

"(i) Total Assets of \$2,000,000 and over--  
Maximum Loan--\$30,000."

SUB-SECTION BKG 54.01 (3) (b) is created to read as follows:

"(b) Credit unions with assets of \$1,000,000 or more may grant real estate mortgage loans within the limits of subsections (1) and (2) and in excess of 70% of the appraised value of the mortgaged property, but not more than 90% of the appraised value of the mortgaged property, provided this excess is insured by a private commercial mortgage guaranty insurance company."

SUB-SECTION BKG 54.01 (5) (a) is amended to read as follows:

"(a) No real estate mortgage shall be made for a period in excess of 22 years, and it shall be amortized monthly by payments of principal and interest;"

SUB-SECTION BKG 54.01 (5) (b) is created to read as follows:

"(b) A credit union may use a "balloon" note or an interest rate escalator clause to permit the credit union to increase or decrease the mortgage loan note interest rate within the amortization period of the real estate mortgage loan."

The rules contained herein shall take effect as provided in Section 227.026 (1) Wisconsin Stats.

OFFICE OF COMMISSIONER OF BANKING

Dated: July 19, 1971



T. E. Pederson  
Deputy Commissioner of Banking  
Acting Commissioner