

**ARKANSAS STATE BANK DEPARTMENT
EXAMINATION POLICY**

Policy Number	<u>91-03</u>
Effective Date	<u>08-20-91</u>
Supersedes	_____
Approval	_____

**SUBJECT: Investment in Student Loan Marketing Association (SALLIEMAE)
Preferred Stock**

Questions have arisen whether state banks may invest in preferred stock of the Student Loan Marketing Association (SALLIEMAE). State Banks are authorized to purchase common stock in this program pursuant to department regulation.

POLICY

Preferred stock in the Student Marketing Association (SALLIEMAE) will be considered an eligible investment for a state bank for purposes of qualifying to offer guaranteed student loans through its program.