

MEMBERSHIP APPLICATION INSTRUCTIONS

INSURANCE COMPANY

1. Prepare and submit an original of this membership application to:

Underwriting & Collateral Operations Department
Federal Home Loan Bank of Indianapolis
8250 Woodfield Crossing Boulevard
Indianapolis, IN 46240

If you wish to transmit the completed application packet electronically, please securely submit the application and materials to CreditUnderwriting@fhlbi.com and notify one of the listed contacts below.

2. Prepare and include with the application the following documents:
 - a. The insurance company's latest annual and quarterly financial report filed with its appropriate regulatory agency.
 - b. A copy of the most recent audited financial statements and management letter for the insurance company as prepared by an independent certified public accountant, in accordance with GAAP, if available. In absence thereof, a copy of the most recent audited financial statements prepared in accordance with statutory accounting principles.
 - c. The insurance company's latest Form 10-Q and Form 10-K filed with the SEC.
 - d. A copy of the insurance company's charter and bylaws.
 - e. A list of all directors, senior officers, and subsidiaries of the insurance company. For each subsidiary, please provide its primary activities.
 - f. The most recent report of examination prepared by the insurance company's primary regulatory agency.
 - g. The insurance company's "Home Financing Policy" (or other formal policy) **and** a written justification with supporting documentation/evidence of how and why the applicant's home financing activities and business operations are consistent with the FHLB system's housing finance mission. (see page 3 of the application form).
 - h. De novo (chartered less than three years) insurance companies should provide a copy of their business plan; including a minimum of three years of pro forma financial statements.
3. An insurance company most recent financial reports should reflect total residential mortgage loans in an amount equal to at least (i) \$50 million or (ii) 5% of total assets (not including separate accounts). Most recent financial reports should also reflect long-term home mortgage loans in the amount of 10% of identified residential mortgage loans or \$5 million, whichever is less. (see page #13 of the application form).

If you have any questions regarding completion of this application, please call:

Scott Stansberry,
FVP, Senior Director of Underwriting and Collateral Operations
(317) 465-0505
dstansberry@fhlbi.com

Jonathan T. Bundy,
VP, Underwriting Manager
(317) 465-0448
jbundy@fhlbi.com



MEMBERSHIP APPLICATION

INSURANCE COMPANY

Name of Insurance Company:		
Street Address:		
P.O. Box:		
City:	State:	Zip:
Phone number:	Fax number:	
Federal Tax Identification Number:	Website Address:	
NAIC Number:		
Name of Primary Contact Person:		
Title of Primary Contact Person:		
Phone number:	E-Mail Address:	

GENERAL INFORMATION

1. Name Managing Officer:	Title of Managing Officer:
2. Type of Organization:	

3. Has the applicant ever been a member of the Federal Home Loan Bank System? Yes No

If so, when? _____

Why did applicant withdraw from membership? (attach a separate sheet)

4. Is the the insurance company operating under any form of formal enforcement action by any of its regulatory authorities? Yes No

If so, please attach a copy of the agreement or a separate sheet with a brief explanation regarding the nature of the agreement and how the insurance company is complying.

5. What is the date of the insurance company's fiscal year-end? _____

Name of Insurance Company: _____

6. Capital Requirement Information:

- a. Does the insurance company meet all applicable regulatory capital requirements? Yes No
- b. Please describe the nature of any applicable capital requirements and the federal or state agency that imposes it.

7. Merger Activity Information:

- a. Has there been any merger or acquisition activity in the last two years of operation? Yes No
- b. Are there any pending mergers that will take place in the next two quarters?
(If so, please attach a separate sheet briefly explaining.) Yes No

A requirement for membership in the Federal Home Loan Bank System is that an applicant demonstrates its “compliance with sound and economical home financing.” This requirement can be satisfied through submission of a Home Financing Policy (or other formal policy) and a written justification of how and why the applicant’s home financing policy is consistent with the FHLB system’s housing finance mission. Each will be evaluated and considered by the Federal Home Loan Bank of Indianapolis.

Documentation and supporting evidence for the written justification is also required to be submitted with the application.

Examples of management’s commitment **may** include:

1. Describe in what ways your insurance company participates in community development and displays community support.
2. Describe products and/or services offered that are designed toward community investment.
3. Describe management’s philosophy or strategy regarding the origination, purchase and/or holding of mortgage-related assets (MRAs) that reflect support to the communities in which the insurance company markets its products. MRAs include single-family home mortgage loans, home equity loans and lines-of-credit, multi-family home mortgage loans (apartment buildings, college dormitories, nursing homes/care centers for elderly individuals, etc.), and pass-through, mortgage-backed securities and collateralized mortgage obligations (CMOs and REMICs) backed by residential mortgage loans.
4. If the insurance company originates mortgage loans on residential properties, does the insurance company participate in the origination of subprime, non-traditional and/or predatory type products?
5. When the insurance company purchases MRAs, explain the insurance company’s policies and/or practices to attempt at ensuring the underlying mortgage collateral is not subprime, non-traditional and/or predatory type products.
6. List any other information that reflects the insurance company’s “compliance with sound and economical home financing.”

Name of Insurance Company: _____

COMPUTATION OF FHLBANK CAPITAL STOCK REQUIREMENT

Pursuant to Section V of the FHLBank Indianapolis Capital Plan, each institution applying for membership must purchase and maintain FHLBank Indianapolis Class B capital stock in an amount equal to its membership stock requirement. The FHLBank Indianapolis Capital Plan defines the membership stock requirement as a percentage of the member's total assets subject to certain minimums and maximums. The initial membership stock requirement for your institution is as follows:

Date - Latest Quarter-End

INSURANCE COMPANY APPLICANT REQUIREMENT

TOTAL NET ADMITTED ASSETS \$ _____

0.10% OF TOTAL NET ADMITTED ASSETS
 ROUNDED TO NEXT HIGHEST \$100
 (Line 2) \$ _____

MINIMUM REQUIREMENT \$ 7,500

MAXIMUM REQUIREMENT \$ 5,000,000

DOLLAR AMOUNT OF FHLB STOCK REQUIRED
 (Enter Line 2 or Minimum/Maximum if Line 2 outside
 those bounds) \$ _____

Name of Insurance Company: _____



APPLICATION FOR MEMBERSHIP AND PURCHASE OF STOCK IN FEDERAL HOME LOAN BANK

Date of Application

The undersigned applicant hereby applies for membership in the Federal Home Loan Bank of Indianapolis (FHLBank) and, if approved for membership, will purchase _____ shares of stock at the par value of \$100 each in the FHLBank, and agrees to make payment in the amount of \$_____ as payment of said stock purchase within 60 calendar days of approval for FHLBank membership.

Applicant is of the opinion that it is eligible to become a member of the FHLBank and that it is authorized to purchase and hold capital stock in the FHLBank and to maintain deposits there. Applicant understands that this application must be considered, acted upon, and approved by the Federal Housing Finance Agency (FHFA) before becoming a member of the FHLBank.

In submitting this application, applicant understands and agrees that:

1. Applicant will be advised whether or not its application for membership is approved.
2. If admitted to membership, applicant will conform to all requirements of the Federal Home Loan Bank Act, as now or hereafter amended, and to the rules and regulations thereunder.
3. In applying for, and if applicant is admitted to membership, the FHFA and the FHLBank are authorized to receive any information, examination reports and other supervisory materials provided by the appropriate state or federal regulatory authority or officer exercising supervisory authority over applicant regarding applicant and its affairs.
4. Applicant will not represent itself to be a member of the FHLBank until applicant has received notice of approval of membership and has purchased its minimum stock requirement.

Name of Insurance Company: _____

AFFIDAVIT OF MANAGING OFFICER

State of }
 } SS
County of }

I, _____, Managing Officer of

Name of Insurance Company

do solemnly swear that, to the best of my knowledge and belief, the books of said insurance company correctly reflect the true financial condition thereof; that said insurance company has no undisclosed assets nor any undisclosed liabilities either real or contingent that are not recorded therein; that all notes, mortgages, or other instruments supporting the assets recorded on the insurance company's books are in full force and effect and that the signatures appearing thereon are genuine; and that there are no undisclosed commitments, no material pending suits, nor unsatisfied judgments against the insurance company, except as follows:

Managing Officer

Subscribed and sworn to this
_____ day of _____, 20____

Name of Insurance Company: _____

OFFICER CERTIFICATION ON CORPORATE, DIRECTOR, AND SENIOR OFFICER CONDUCT

I certify that I am the chairperson, managing officer, or other duly authorized officer of the above applicant and that it is authorized under the laws of the United States and of this State, and under its corporate charter, constitution and bylaws, and by board resolution to apply for membership in, buy stock, do business with, open accounts, maintain deposit(s) in, become a member of the Federal Home Loan Bank referred to, and pay the expenses incident to such application; and that the foregoing has been legally done and validly executed to accomplish such purposes.

Furthermore, at the present time, I certify that except as described in a separate document filed with this membership application:

Enforcement Actions

Neither the applicant nor any of its directors or senior officers is subject to, or operating under, any enforcement action instituted by its appropriate regulator.

Criminal, Civil or Administrative Proceedings

Neither the applicant nor any of its directors or senior officers has been the subject of any criminal, civil or administrative proceedings reflecting upon creditworthiness, business judgment or moral turpitude since the most recent regulatory examination report.

Criminal, Civil or Administrative Monetary Liabilities, Lawsuits or Judgments

There are no known potential criminal, civil or administrative monetary liabilities, material pending lawsuits or unsatisfied judgments against the applicant or any of its directors or senior officers since the most recent regulatory examination report that are significant to the applicant's operations.

Date: _____

Chairperson or Managing Officer

Name of Insurance Company: _____

I certify that I am the duly elected, qualified, and acting secretary of the above mentioned applicant and that at a regular meeting of its board of directors/trustees or at a special meeting thereof called for that purpose, a quorum being present, a resolution was adopted, and recorded in the minutes as follows:

“BE IT RESOLVED that this insurance company applies for membership in the Federal Home Loan Bank of Indianapolis, that if approved for membership it will subscribe and pay for stock therein as provided in the Federal Home Loan Bank Act, as amended, and that it be fully authorized to do business with, and exercise all of the privileges of membership in said Federal Home Loan Bank as provided in said Act;”

“BE IT FURTHER RESOLVED that the managing officer and secretary be authorized and directed to execute an application as prescribed by the Federal Housing Finance Agency and any other papers and documents required in connection therewith, to pay all expenses, and to do all other things necessary or proper in connection with applying for, obtaining and retaining such membership privileges thereof as the said Agency may by regulations prescribe.”

I further certify that, pursuant to said resolution, the foregoing application for membership was duly executed and that any information and documents required by the Federal Housing Finance Agency are attached or accompany the same, that said information is correct and said documents are true and correct copies of what the same purport to be.

Secretary or Cashier

Name of Insurance Company: _____

COMPUTATION OF RESIDENTIAL MORTGAGE LOAN & LONG-TERM HOME MORTGAGE LOAN REQUIREMENT

Date - Latest Quarter-End

**1-4 Family Residential Mortgage Loans
(Include First and Junior Liens)**

Subtract vacant lot loans and all construction loans. 1. \$ _____

Multi-Family Residential Mortgage Loans

Subtract vacant lot loans and all construction loans. 2. \$ _____

Funded Residential Construction Loans

Subtract unfunded loans, nonresidential loans and land development loans. 3. \$ _____

Consumer Loans

Include only manufactured housing loans not secured by real estate, but subtract other consumer loans such as vehicle or educational loans. 4. \$ _____

Residential Mortgage Pass-Through Securities

5. \$ _____

Residential Mortgage-Derivative Securities

6. \$ _____

Total Residential Mortgage Loans

Sum of Lines 1 to 6 7. \$ _____

Total Assets

8. \$ _____

PERCENT OF RESIDENTIAL MORTGAGE LOANS

Line 7 divided by Line 8 9. _____ %

Long-term Home Mortgage Requirement

Enter the lesser of \$5 million or 10% of Total Residential Mortgage Loans (Line 7) 10. _____

Footnote: An applicant's most recent financial report should reflect total residential mortgage loans in an amount to at least (i) \$50 million or (ii) 5% of total assets, whichever is less. Assets qualifying as residential mortgage loans are defined in §1263.1 of the Membership Regulation. Other types of loans not listed above that are residential in nature may also qualify and will be reviewed as requested. An applicant that holds residential mortgage loans identified in its most recent financial reports but does not meet the threshold requirement above should provide documentation to the Bank reflecting that the applicant's current business operations and activities represent a material commitment to housing finance (Page 11).

An applicant's balance sheet must reflect ownership of long-term home mortgage loans in the amount of 10% of residential mortgage loans or \$5.0 million, whichever is less. Use the Computation of Long-term Home Mortgages (Page 10) to identify amounts of long-term home mortgage loans to satisfy this requirement.

Name of Insurance Company: _____

COMPUTATION OF LONG-TERM HOME MORTGAGES

Date - Latest Quarter-End

For the information entered below, please only include home-mortgage loans that are long-term in nature. As stated in §1263.1, long-term is defined as a term to maturity of five years or greater at the time of origination.

Long-term Home Mortgage Requirement

Carry over Line 10 from Computation of Residential Mortgage Loan & Long-term Home Mortgage Loan Requirement Worksheet 1. \$ _____

1-4 Family Residential Mortgage Loans

Subtract vacant lot loans and all construction loans. Include Only First Liens 2. \$ _____

Multi-Family Residential Mortgage Loans

Subtract vacant lot loans and all construction loans. Include Only First Liens 3. \$ _____

Residential Mortgage Pass-Through Securities

Include only securities in which underlying loans are long-term home mortgages 4. \$ _____

Residential Mortgage-Derivative Securities

Include only securities in which underlying loans are long-term home mortgages 5. \$ _____

Total Long-term Home Mortgage Loans

Sum of Lines 2 to 5 6. \$ _____

Percent of Residential Mortgage Loans

Line 6 divided by Line 7 of Previous Page (Residential Mortgage Loans) 7. \$ _____

Footnote: An applicant's balance sheet must contain at least 10% of its assets in residential mortgage loans as defined in §1263.1 and §1263.10. Other types of loans not listed above that are residential in nature may also qualify for the 10% requirement and will be reviewed as requested.

Home mortgage loans include both loans and securities with underlying loans that meet the definition of home mortgage loan stated in §1263.1. Other loans/securities that are believed to be long-term home mortgages may also qualify and will be reviewed as requested.

Name of Insurance Company: _____

SUPPLEMENTAL MORTGAGE RELATED ASSETS, INVESTMENTS AND ACTIVITIES

CDFI or insurance company applicants that hold residential mortgage loans identified in its most recent financial reports but do not meet the lesser of (i) \$50 million or (ii) 5% of total asset requirements outlined on page 12 of this application should complete the sections outlined below. Please detail (describe and quantify) assets, investments and/or other business activities that represent a material commitment to housing finance not already identified as residential mortgage loans. Please include documentation/evidence that supports the descriptions and amounts listed. Assets, investments, and other business activities can include, but are not limited to, the following:

- Home-Owner Insurance Policies Written/Assumed
- Title Insurance Policies Written/Assumed
- Renters' Insurance Policies Written/Assumed
- Housing-related municipal bonds
- Housing-related grants
- State Housing Development / Mortgage Revenue Bonds
- Corporate bonds from housing-focused entities
- Charitable contributions to housing-related non-profit entities
- Services or assistance provided that support home-ownership or housing-finance

ASSET, INVESTMENT OR BUSINESS ACTIVITY	AMOUNT
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____
ADDITIONAL COMMENTS	