FEDERAL RESERVE SYSTEM

BORROWER-IN-CUSTODY PROGRAM APPLICATION TO ESTABLISH NEW ARRANGEMENT

Federal Reserve Banks ("Reserve Banks") accept loan pledges from qualifying depository institutions to secure borrowings from the Discount Window or for payment system risk purposes, subject to certain terms and conditions under the Borrower-in-Custody ("BIC") program. Depository institutions should use this form to provide information to their Reserve Bank to establish a new BIC Arrangement.

PART I: INSTITUTION INFORMATION

Depository Institution Information			
ABA Number			
Legal Name of Institution			
Depository Institution Central Points of Contact for BIC Relationship			
Name		Name	
Title		Title	
Phone		Phone	
Email		Email	

PART II: CERTIFICATION OF COMPLIANCE

☐ I am authorized to pledge loans, leases, and receivables ("Collateral") to the Reserve Bank and to make this certification. I certify on behalf of my institution that I have, or an employee of my institution at my direction has, reviewed the loan collateral terms and conditions, as amended from time to time, in (i) the Reserve Banks' Operating Circular No. 10 "*Lending*" ("OC-10"), (ii) the Acceptance Criteria for Loans listed on the Federal Reserve Discount Window website, and (iii) the Reserve Banks' BIC Program Requirements (collectively the "Requirements"). After reviewing the Collateral to be pledged to the Reserve Bank, I further certify that I, or an employee of my institution with knowledge of the Collateral and the Requirements, found that the Collateral satisfies the Requirements.

PART III: LOANS INTENDED TO BE PLEDGED

The questions below pertain to the loans that your institution intends to pledge. Certain responses may require further due diligence by your local Reserve Bank and may result in conditions, limitations, or restrictions on your ability to pledge certain loans.

1. Select the Reserve Bank Collateral Categories your institution intends to pledge and indicate the applicable Call Report line item(s) where the loans are reported. For details on how Call Report line items map to Reserve Bank Collateral Categories, see FRB Discount Window Pledging Loans.

Reserve Bank Collateral Categories [Select all that apply]	**Specify the applicable Call Report Line Item(s)**
☐ Commercial and Industrial Loans & Leases	
☐ Agricultural Production Loans	
☐ Agricultural Loans Secured by Farmland	
☐ Commercial Real Estate Loans (nonfarm nonresidential)	
☐ Owner Occupied Nonfarm Nonresidential Commercial Real Estate Loans	
☐ 5+ Family Residential Mortgage Loans	
☐ Construction Loans (1-4 family construction, and other construction loans)	
☐ Raw Land Loans	
☐ Consumer Loans (auto, marine)	
☐ Consumer Loans (revolving credit plans, single payment and installment loans)	
☐ Consumer Leases – Other	
☐ Home Equity Loans or Lines secured by residential property	
☐ 1-4 Family Residential Mortgage Loans	
☐ Student Loans	
☐ Credit Card Receivables	
☐ Guaranteed portion of U.S. Agency Loans	
☐ Non-Guaranteed portion of U.S. Agency Loans	
☐ Obligations of states and political subdivisions (Municipalities)	

2. Does your institution intend to pledge commercial loans (i.e., non-consumer loans)?

   ☐ Yes ☐ No

   a. If yes, attach your institution's most recent internal risk rating scale and accompanying definitions.
   b. If yes, is there active remediation work pertaining to the effectiveness of your institution's internal risk rating system as a result of outstanding findings from internal or external audit or other party?

      ☐ Yes ☐ No

3. Does your institution intend to pledge loans that are obligations of entities organized in a foreign country, or individuals (except for U.S. service members) domiciled in a foreign country?

☐ Yes ☐ No

a. If yes, list each foreign country.

4. Does your institution intend to pledge loans that are obligations of entities organized in a U.S. territory, or individuals (except for U.S. service members) domiciled in a U.S. territory?

☐ Yes ☐ No

a. If yes, list each U. S. territory.

5. Does your institution intend to pledge loans that are payable to an affiliate or subsidiary of your institution?

☐ Yes ☐ No

a. If yes, list the name of each affiliate or subsidiary.

6. Does your institution intend to pledge loans with **physical**[1] Notes[2]?

☐ Yes ☐ No

a. If yes, complete the table below for physical Notes.

If additional rows are needed, submit a separate attachment.

Address of Storage Location	Is this a Third-Party?	Name of Third-Party
	☐	
	☐	
	☐	
	☐	
	☐	
	☐	

Note: If the physical Notes are stored with a third-party, then Appendix 5 of Operating Circular 10 Form of Agreement for Third-Party Custodian to Hold Collateral is required for each entity.

[1] Physical documents are either 1) originated in paper form with original wet ink signatures (i.e., tangible loans); or 2) originated with a digital signature and that have been printed and stored in tangible form with the electronic record deactivated (i.e., electronic records that have been converted to paper form).

[2] Note is the document, typically the promissory note, loan participation, or other similar arrangement, that establishes the written promise of the underlying debtor to pay an amount to the depository institution (i.e., contracts where a party promises to repay funds advanced by the institution).

7. Does your institution intend to pledge loans with **electronic**[3] Notes?

☐ Yes ☐ No

   a. If yes, complete the table below for electronic Notes.

If additional rows are needed, submit a separate attachment.

Are the Notes stored in an electronic loan document vaulting service[4]?	Primary Access Point[5]	Stored at Third-Party?	Name of Third-Party
☐		☐	
☐		☐	
☐		☐	
☐		☐	
☐		☐	
☐		☐	

   b. If third-parties are identified in question 7.a., do the third-party's primary duties involve safekeeping the Notes; maintaining the Notes in a secure environment; preventing loss, theft or damage; managing access to the Notes by authorized personnel; performing asset servicing (income collection; tax withholding, payments, reporting); maintaining records of ownership, transactions, valuation, insurance, and compliance with relevant laws and regulations?

   ☐ Yes ☐ No

   If yes, list the third-parties and attach the executed [Appendix 5 of Operating Circular 10 Form of Agreement for Third-Party Custodian to Hold Collateral] for each entity.

   c. If yes to 7, are any loans secured by real estate where your institution has converted physical Notes to digital images with the physical Notes destroyed?

   ☐ Yes ☐ No

   If yes, list where each property is located (e.g., state).

[3] Electronic documents are either 1) originated in tangible form then imaged or converted to electronic form with the original tangible documents destroyed (i.e., imaged and destroyed loans); or 2) originated with a digital signature and stored electronically.

[4] Defined as a system or tool, whether internal or provided by a third-party, that enables a secured party to establish control of electronic records.

[5] The physical address where the Reserve Bank staff can go to view or gain control of the electronic Notes.

PART IV: SIGNATURE(S)

I certify that the representations made herein with respect to the Collateral are true and correct in all material respects as of the date of this application.

Authorized Officer
By:

Name:

Title:

Date:

Email:

(If a second signatory is required in Borrower's OC-10 Authorizing Resolutions)
Second Authorized Officer
By:

Name:

Title:

Date:

Email:

Email the completed form and any applicable attachments to your local Reserve Bank.