



STATE OF KANSAS OFFICE OF THE STATE BANK COMMISSIONER

APPLICATION TO ESTABLISH A BANK SUBSIDIARY ENGAGED IN SECURITY ACTIVITY Pursuant to K.S.A. 9-1101(21) and K.A.R. 17-19-1 through 17-19-4

(Name of Bank)

(Current Street Address and Mailing Address of Main Office)

(City, County, State, Zip Code)

(Name and Telephone Number of Person to Contact Regarding Application)

An original application and the applicable filing fee should be submitted to:

Office of the State Bank Commissioner
700 SW Jackson Street, Suite 300
Topeka, Kansas 66603-3796

Remittance of a filing fee of \$1,000, is required pursuant to K.A.R. 17-19-1. It should also be understood that the cost of on-site examinations or investigations in connection with this application will be the responsibility of the applicant.

The application is available to members of the public, subject to limitations imposed by federal or state statutes.

If the applicant is of the opinion that disclosure of commercial or financial information would likely result in substantial harm to the competitive position of the bank, or that disclosure of information of a personal nature would result in a clearly unwarranted invasion of personal privacy, confidential treatment of such information may be requested.

Information for which confidential treatment is requested should be (1) specifically identified in the public portion of the application (by reference to the confidential section), (2) separately bound, and (3) labeled "Confidential."

Please submit the following information with regard to the proposed security subsidiary. The State Bank Commissioner may request more information, if deemed necessary.

1. Provide a complete description of the proposed security subsidiary, including its name, location, nature of business and specific activities to be conducted. If available, a copy of the business plan may be submitted. If the subsidiary will be free standing, please indicate the distance from the main bank.
2. Identify originators and/or incorporators of the proposed security subsidiary. Provide a current financial statement and biographical report for each individual.
3. Provide evidence that registration and licensing requirements of appropriate federal and state securities regulatory agencies have been, or are in process of being met. Copies of all required licenses or registration documents issued by each regulatory agency are to be provided.
4. State the amount of the bank's investment in the security subsidiary. (NOTE: pursuant to K.A.R. 17-19-3 a security subsidiary is to be a wholly-owned subsidiary of the parent bank. Also, pursuant to K.A.R. 17-19-4, the bank's investment in a security subsidiary shall not exceed 15% of the bank's capital stock, surplus, undivided profits, and current earnings to date.
5. Describe management and staffing plans for the security subsidiary, including individuals' qualifications and experience.
6. If the security subsidiary will be free standing, provide the complete legal description of the location of the proposed office. Explain the terms of the lease or acquisition of the real property. Include a copy of all signed lease agreements or purchase agreements. Identify the present owner of the real property and their relationship, if any, to shareholders, directors, or management of the bank.

Provide a letter from the Historic Preservation Department of the Kansas State Historical Society indicating that the proposed office is not included, or eligible for inclusion, in the National Register for Historical Places.

Itemize the projected dollar investment in real property, improvements and equipment. (NOTE: If additional costs of the office, when added to current fixed assets, equal more than 50% of the bank's capital accounts as defined, a letter requesting permission to exceed the 50% limit will need to be submitted to the State Bank Commissioner. The letter should also explain how compliance with K.S.A. 9-1102(a)(3) will be achieved.)

7. Explain how the proposed security subsidiary will benefit the public and any conveniences which will result.
8. Describe the chances for success, including the impact, the security subsidiary will have on the overall condition of the bank.
9. State the type and location of any other bank owned subsidiaries.
10. Provide a copy of the application made to the bank's primary Federal regulator, if applicable.
11. Describe the insurance and/or bonding coverage which will be obtained in conjunction with the proposed security subsidiary.
12. Provide a copy of the proposed Articles of Incorporation for the proposed security subsidiary.
13. Provide any additional information or comments, not requested in the above items, if it is deemed pertinent to support the need for the proposed security subsidiary.

Questions concerning this application may be addressed to:
Dana S. Hampton, Director of Corporate Activities
Office of the State Bank Commissioner
700 SW Jackson Street, Suite 300
Topeka, Kansas 66603-3714
(785) 296-2266 FAX (785) 296-0168

In support of this application, applicant has hereby made the aforementioned statements and representations, and submits this information, based upon the factors as outlined for the purpose of inducing the State Bank Commissioner of the State of Kansas to approve the application for the previously listed Kansas bank.

Applicant hereby authorizes the State Bank Commissioner of the State of Kansas to conduct any investigation, examination or review of the condition of the applicant bank and to provide any other material as requested by the State Bank Commissioner.

ATTESTATION

Applicant affirms that the information contained in this application has been prepared at the direction of the Board of Directors and that it is accurate and complete to the Applicant's best knowledge and belief.

(Applicant)

By _____
(Authorized Officer)

Title _____

(SEAL)

ATTEST:

(Corporate Secretary)