

Capital Surplus Reduction

Dividend

REQUEST FOR APPROVAL FOR REDUCTION IN CAPITAL SURPLUS OR DIVIDEND

Georgia Department of Banking and Finance
Suite 200, 2990 Brandywine Road
Atlanta, Georgia 30341-5565

(Name and Location of Bank)

At a meeting of the Directors of the above-named bank, held on the _____ day of _____, 20____, the Cashier and/or Secretary presented the following statement showing the earnings and expenses of the bank and other necessary deductions for the _____ month period ending _____, 20____. Round to nearest \$1,000.

1. Net Income (year to date)	_____	5. Equity Capital Accounts at Beg. of Period*	_____
2. Net Income (prior year)	_____	6. Equity Capital Accounts at End of Period*	_____
3. Cash Dividends (year to date)	_____	7. Net Change in Equity Capital Accounts	_____
4. Retained Earnings (year to date)	_____	8. Proposed Reductions/Dividends for remainder of year	_____

The most recent quarter-end Tier 1 Leverage Capital Ratio was ____%. Estimated Retained Earnings after this reduction payment would be \$_____. The estimated Tier 1 Leverage Capital Ratio and Tier 1 Common Equity Ratio would be ____% and ____%, respectively after the reduction payment. The proposed payment represents ____% of prior year's Net Income.

Total Loan Classifications on the bank's internal watch list, dated (should be most current date) _____ were as follows:
Substandard \$ _____ Doubtful \$ _____ Loss \$ _____: Total Classifications \$ _____.

(Ratios: Classified Loans to Total Loans ____%. Adversely Classified Items Coverage Ratio ____%.)

Purpose of the Surplus Reduction/Dividend _____

Will the capital buffer be maintained after the reduction in surplus? () Yes () No Please attach a copy of the computation.

Will the reduction cause any apparent violations related to the bank's Legal Lending Limit, Fixed Assets, or Investments? () Yes () No If yes, please attach an explanation.

Is this financial institution a Subchapter S-Corporation? () Yes () No If yes, please attach a copy of the computation of the income taxes which the bank would have had to pay as a C-Corporation.

On motion made and seconded, it was ordered that a dividend of \$ _____ per share for a total of \$ _____ be paid on _____, 20____, to stockholders of record as of _____, 20____.

For Departmental Use Only	
<input type="checkbox"/> APPROVED	<input type="checkbox"/> DISAPPROVED
By _____	
Department of Banking and Finance	
Date _____	

Certified by President
or Secretary

*(These accounts include: common stock, preferred stock, contributed surplus, additional paid-in-capital, retained earnings, other comprehensive earnings, and treasury stock)

