

From: [John McKenzie](#)
To: [Regulatory Comments](#)
Subject: Indiana Credit Union League's comments on Proposed Rule 703, Investment and Deposit Activities; RIN 3133-AE06
Date: Monday, November 26, 2012 11:37:55 AM
Attachments: [image002.png](#)

Ms. Mary Rupp
Secretary of the Board
National Credit Union Administration
1775 Duke Street
Alexandria, VA 22314-3428

Re: Indiana Credit Union League's comments on Proposed Rule 703, Investment and Deposit Activities; RIN 3133-AE06

Dear Ms. Rupp:

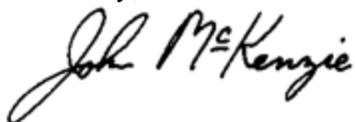
The Indiana Credit Union League (ICUL) appreciates the opportunity to comment on the NCUA's Proposal on investment and deposit activities on Treasury Inflation Protected Securities (TIPS). The ICUL member credit unions represent 95% of assets and members of Indiana's credit unions, with those memberships totaling more than two million members.

ICUL supports the NCUA's proposal to allow federal credit unions to purchase Treasury Inflation Protected Securities (TIPS) as a permissible investment. We agree that the authority to invest in TIPS will help credit unions protect themselves against inflation risk. As with any investment, a credit union should complete the necessary due diligence before purchasing any TIPS and be able to manage its TIPS investments on an ongoing basis. We believe no additional requirements pertaining to due diligence and risk management are needed; existing requirements are sufficient.

We believe this is a straightforward proposal and will allow well-managed credit unions to determine whether investments in TIPS are appropriate for their portfolios and their asset-liability management needs.

Thank you for the opportunity to comment on the NCUA's proposed rule on adding TIPS as a permissible investment for federal credit unions. We believe the NCUA should move forward with a final rule providing credit unions with this investment management tool.

Sincerely,



John McKenzie
President, Indiana Credit Union League

