

FEDERAL DEPOSIT INSURANCE CORPORATION

WASHINGTON, D.C.

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| _____) | |
| In the Matter of) | |
| MASHREQBANK, PSC) | ORDER OF ACCEPTANCE OF |
| NEW YORK BRANCH) | VOLUNTARY TERMINATION |
| NEW YORK, NEW YORK) | OF INSURED STATUS |
| (INSURED STATE-LICENSED BRANCH) | |
| OF A FOREIGN BANK)) | FDIC-08-062A |
| _____) | |

WHEREAS, pursuant to the provisions of section 8(a)(1) of the Federal Deposit Insurance Act ("Act"), 12 U.S.C.

§ 1818 (a)(1), MASHREQBANK, PSC, NEW YORK BRANCH, NEW YORK, NEW YORK, ("Insured Institution"), notified the Federal Deposit Insurance Corporation ("FDIC") by letter dated September 11, 2007, that it was no longer desirous of continuing its status an insured U.S. branch of a foreign bank and wished to voluntarily terminate its insured status; and

WHEREAS, the Insured Institution is also desirous of having the time frame during which the deposits of the Insured Institution continue to be insured reduced to six months as provided in section 8(a)(7) of the Act, 12 U.S.C. § 1818 (a)(7); and

WHEREAS, the Insured Institution does not accept any form of initial deposit of less than \$100,000, the Insured Institution is not engaged in "domestic retail deposit activity" as that term is defined in FDIC regulations applicable to foreign banks, 12 C.F.R. § 347.202(e); and

WHEREAS, pursuant to section 8(i) of the Act, 12 U.S.C. § 1828(i), the FDIC has considered the factors contained therein as they apply to the Insured Institution, and has determined that

no reason exists to prevent the Insured Institution from voluntarily terminating its insured status.

THEREFORE, in consideration of the foregoing, and pursuant to the provisions of sections 8(a)(1) and 8(a)(7) of the Act, 12 U.S.C. §§ 1818(a)(1) and 1818 (a)(7), the FDIC herewith accepts the Insured Institution's notification of voluntary termination of insured status and issues the following:

ORDER

IT IS HEREBY ORDERED, that the FDIC accepts the voluntary termination of the insured status of MASHREQBANK PSC, NEW YORK BRANCH, NEW YORK, NEW YORK, as an insured U.S. branch of a foreign bank, and that, therefore, the insured status of the Insured Institution be, and hereby is, terminated at the expiration of September 16, 2008.

IT IS FURTHER ORDERED, that the insured deposits of each depositor in the Insured Institution on June 17, 2008, less all subsequent withdrawals from any deposits of such depositor, shall continue to be insured for a period of six months, until December 16, 2008.

IT IS FURTHER ORDERED, that the Insured Institution notify its depositors of the termination of its insured status and the reduced time frame for the continuation of deposit insurance no later than November 16, 2008, by publication and by mail, in a manner acceptable to the Regional Director of the FDIC's New York Regional Office, taking into consideration the provisions of sections 307.2, 307.3 and 308.123 of the FDIC's Rules and Regulations, 12 C.F.R. §§ 307.2, 307.3 and 308.123.

Pursuant to delegated authority.

Dated at Washington, D.C., this 17th day of June, 2008.

Robert E. Feldman
Executive Secretary

(SEAL)