

DEPARTMENT OF FINANCIAL INSTITUTIONS

STATE OF INDIANA

AND

FEDERAL DEPOSIT INSURANCE CORPORATION

WASHINGTON, D.C.

In the Matter of

STATE BANK OF BURNETTSVILLE
BURNETTSVILLE, INDIANA

(INSURED STATE NONMEMBER BANK)

CONSENT ORDER
FDIC-09-534b

State Bank of Burnettsville, Burnettsville, Indiana ("Bank"), having been advised of its right to a NOTICE OF CHARGES AND OF HEARING detailing the violations of law alleged to have been committed by the Bank, and of its right to a hearing on the charges under section 8(b) of the Federal Deposit Insurance Act ("Act"), 12 U.S.C. § 1818(b), and under Ind. Code §§ 28-11-4-1 through 28-11-4-12, regarding hearings before the Department of Financial Institutions for the State of Indiana ("DFI"), and having waived those rights, entered into a STIPULATION AND CONSENT TO THE ISSUANCE OF A CONSENT ORDER ("STIPULATION") with representatives of the DFI and the Federal Deposit Insurance Corporation ("FDIC"), dated December 17, 2009,

whereby, solely for the purpose of this proceeding and without admitting or denying any charges of violations of law, the Bank consented to the issuance of a CONSENT ORDER ("ORDER") by the DFI and FDIC.

The FDIC and the DFI considered the matter and determined to accept the STIPULATION.

Having also determined that the requirements for issuance of an order under 12 U.S.C. § 1818(b) and Ind. Code §§ 28-11-4-1 through 28-11-4-12, have been satisfied, the FDIC and DFI HEREBY ORDER that the Bank, its institution-affiliated parties, as that term is defined in section 3(u) of the Act, 12 U.S.C. § 1813(u), and its successors and assigns take affirmative action as follows:

CORRECTION OF VIOLATIONS

1. Within 90 days from the effective date of this ORDER, the Bank shall eliminate and/or correct all violations of Ind. Code § 28-1-13-1.5 listed on page 8 of the FDIC's Report of Examination dated June 29, 2009.

PROGRESS REPORTS

2. Within 30 days from the end of each calendar quarter following the effective date of this ORDER, the Bank shall furnish to the DFI and FDIC written progress reports signed by each member of the Bank's board of directors, detailing the

actions taken to secure compliance with the ORDER and the results thereof.

The effective date of this ORDER shall be upon issuance by the FDIC and the DFI.

The provisions of this ORDER shall be binding upon the Bank, its institution-affiliated parties, and any successors and assigns thereof.

The provisions of this ORDER shall remain effective and enforceable except to the extent that, and until such time as, any provision has been modified, terminated, suspended, or set aside by the FDIC and the DFI.

Pursuant to delegated authority.

Dated: January 14, 2010.

 /s/
David H. Mills
Director
Department of Financial Institutions
State of Indiana

 /s/
M. Anthony Lowe
Regional Director
Chicago Regional Office
Federal Deposit
Insurance Corporation