

FEDERAL DEPOSIT INSURANCE CORPORATION
WASHINGTON, D.C.

In the Matter of)	
DAVID Y. LEE, individually, and as)	ORDER OF REMOVAL FROM
an institution-affiliated party of)	OFFICE AND PROHIBITION
PREMIER BUSINESS BANK)	FROM FURTHER
LOS ANGELES, CALIFORNIA)	PARTICIPATION AND ORDER
(INSURED STATE NONMEMBER BANK))	TO PAY CIVIL
)	MONEY PENALTY
)	FDIC-11-600e
)	FDIC-11-601k

David Y. Lee (“Respondent”) has been advised of the right to receive a NOTICE OF INTENTION TO REMOVE FROM OFFICE AND TO PROHIBIT FROM FURTHER PARTICIPATION (“NOTICE TO PROHIBIT”) and a NOTICE OF ASSESSMENT OF A CIVIL MONEY PENALTY (“NOTICE OF ASSESSMENT”) issued by the Federal Deposit Insurance Corporation (“FDIC”) detailing the violations of law, unsafe or unsound banking practices, and breaches of fiduciary duty for which an ORDER OF REMOVAL FROM OFFICE AND PROHIBITION FROM FURTHER PARTICIPATION and ORDER TO PAY CIVIL MONEY PENALTY may issue, and has been further advised of the right to a hearing on the alleged charges under section 8(e) and 8(i) of the Federal Deposit Insurance Act (“Act”), 12 U.S.C. §§ 1818(e) and 1818(i), and the FDIC’s Rules of Practice and Procedure, 12 C.F.R. Part 308. Having waived those rights, the Respondent entered into a STIPULATION AND CONSENT TO THE ISSUANCE OF AN ORDER OF REMOVAL FROM OFFICE AND PROHIBITION FROM FURTHER PARTICIPATION and AN ORDER TO PAY CIVIL

MONEY PENALTY (“CONSENT AGREEMENT”) with a representative of the Legal Division of the FDIC, whereby solely for the purpose of this proceeding and without admitting or denying any violations, unsafe or unsound banking practices, or breaches of fiduciary duty, Respondent consented to the issuance of this ORDER OF REMOVAL FROM OFFICE AND PROHIBITION FROM FURTHER PARTICIPATION and ORDER TO PAY CIVIL MONEY PENALTY (“ORDER”) by the FDIC.

The FDIC considered the matter and determined it had reason to believe that:

- (a) The Respondent has engaged or participated in violations, unsafe or unsound banking practices, and breaches of fiduciary duty as an institution-affiliated party of Premier Business Bank, Los Angeles, California (the “Bank”);
- (b) By reason of such violations, practices, and breaches of fiduciary duty, Respondent has received a financial gain; and
- (c) Such violations, practices, and breaches of fiduciary duty involved Respondent’s willful and/or continuing disregard for the safety or soundness of the Bank and a reckless breach of Respondent’s fiduciary duties.

The FDIC further determined that such violations, practices, and/or breaches of fiduciary duty meet the legal standard for removal from office and prohibition from participation in the conduct of the affairs of the Bank or as an institution-affiliated party of the Bank, any other insured depository institution, or any other agency or organization enumerated in section 8(e)(7)(A) of the Act, 12 U.S.C. § 1818(e)(7)(A).

The FDIC further determined, after taking into account the financial resources and good faith of Respondent, the gravity of the violation, practice, and breach by Respondent, and the history of previous practices and breaches by Respondent, that a civil money penalty is

appropriate under section 8(i)(2)(B) of the Act, 12 U.S.C. § 1818(i)(2)(B).

Based on the above, the FDIC accepts the CONSENT AGREEMENT and issues the following:

ORDER OF REMOVAL FROM OFFICE AND PROHIBITION
FROM FURTHER PARTICIPATION

1. David Y. Lee is hereby removed from office as a director of the Bank and, without the prior written approval of the FDIC and the appropriate Federal financial institutions regulatory agency, as that term is defined in section 8(e)(7)(D) of the Act, 12 U.S.C. § 1818(e)(7)(D), prohibited from:

- (a) participating in any manner in the conduct of the affairs of any financial institution or organization enumerated in section 8(e)(7)(A) of the Act, 12 U.S.C. § 1818(e)(7)(A);
- (b) soliciting, procuring, transferring, attempting to transfer, voting, or attempting to vote any proxy, consent, or authorization with respect to any voting rights in any financial institution enumerated in section 8(e)(7)(A) of the Act, 12 U.S.C. § 1818(e)(7)(A);
- (c) violating any voting agreement previously approved by the appropriate Federal banking agency; or
- (d) voting for a director, or serving or acting as an institution-affiliated party.

ORDER TO PAY CIVIL MONEY PENALTY

2. Respondent is hereby assessed a civil money penalty of Seventy-Five Thousand Dollars (\$75,000.00). Respondent shall pay the civil money penalty to the Treasury of the United States. Respondent is prohibited from seeking or accepting indemnification from any insured depository institution for the civil money penalty assessed and paid in this matter.

This ORDER shall become effective upon its issuance by the FDIC. The provisions of this ORDER will remain effective and enforceable except to the extent that, and until such time as, any provision of this ORDER shall have been modified, terminated, suspended, or set aside by the FDIC.

Pursuant to delegated authority.

Dated this 19th day of December, 2011.

/s/
Serena L. Owens
Associate Director
Division of Risk Management Supervision