

FEDERAL DEPOSIT INSURANCE CORPORATION

In Re: Platinum Bank
(In Organization)
Lubbock, Texas
Application for Federal Deposit Insurance
Deposit Insurance Fund

ORDER

The undersigned, acting on behalf of the Board of Directors of the Federal Deposit Insurance Corporation pursuant to delegated authority, has fully considered all available facts and information relevant to the factors of Section 6 of the Federal Deposit Insurance Act and relating to the application for Federal deposit insurance through the Deposit Insurance Fund for Platinum Bank, a proposed new state nonmember bank to be located at 6502 Slide Road, Lubbock, Lubbock County, Texas, and has concluded that the application should be approved.

Accordingly, it is hereby ORDERED, for the reasons set forth in the attached Statement, that the application submitted by Platinum Bank, Lubbock, Texas for Federal deposit insurance be and the same is hereby approved subject to the following conditions:

- (1) That beginning paid-in capital funds of not less than \$15,000,000 be provided;
- (2) That the Tier 1 leverage capital ratio will be maintained at not less than eight percent throughout the first three years of operation and that an adequate allowance for loan and lease losses will be provided;
- (3) That during the first three years of operation, the bank shall maintain a Well Capitalized position as defined by the Prompt Corrective Action provisions of Part 325 of the FDIC's Rules and Regulations;
- (4) That during the first three years of operation, cash dividends shall be paid only from the bank's net operating income, and shall not be paid until an adequate allowance for loan and lease losses has been established;
- (5) That the bank shall operate within the parameters of the business plan submitted to the FDIC. Furthermore, during the first three years of operations, the bank shall notify the Regional Director of any proposed significant deviation or material change from the submitted plan at least 60 days before consummation of the change;
- (6) That any changes in proposed management or proposed ownership of 10% or more of stock, including new acquisitions of or subscriptions to 10% or more of the stock, be approved by the FDIC prior to opening;
- (7) That an accrual accounting system be adopted for maintaining the bank's books;
- (8) That the applicant will have adequate fidelity coverage;

FEDERAL DEPOSIT INSURANCE CORPORATION

In Re: Platinum Bank
Lubbock, Lubbock County, Texas

Application for Federal Deposit Insurance
(Deposit Insurance Fund)

STATEMENT

Pursuant to provisions of Section 5 of the Federal Deposit Insurance Act (12 U.S.C. 1815), an application for Federal deposit insurance with membership in the Deposit Insurance Fund has been filed on behalf of Platinum Bank, a proposed new state nonmember bank that will be located at 6502 Slide Road, Lubbock, Lubbock County, Texas.

The proposed new bank is being organized as a community bank offering traditional banking services focusing on small to mid-sized businesses, professionals, and consumers in the city of Lubbock, Texas and the surrounding areas of Lubbock County. The Bank intends to offer credit and deposit services to all customers within its defined market. The applicants are cognizant of and intend to fully comply with the Community Reinvestment Act.

For purposes of the proposal, capital is adequate, future earnings prospects are favorable, management is considered satisfactory, and the investment in fixed assets is reasonable. Corporate powers to be exercised are consistent with the purpose of the Federal Deposit Insurance Act, and no undue risk to the Deposit Insurance Fund is apparent. No formal objections to this application have been filed with the FDIC.

Accordingly, based upon careful evaluation of all available facts and information, the Regional Director, acting under delegated authority, has concluded that approval of the application is warranted, subject to certain prudential conditions.

REGIONAL DIRECTOR
DALLAS REGIONAL OFFICE
DIVISION OF SUPERVISION AND CONSUMER PROTECTION
FEDERAL DEPOSIT INSURANCE CORPORATION