

In Re: Regional Bank of Middle Georgia
Macon, Bibb County, Georgia
Application for Federal Deposit Insurance

ORDER

The undersigned, acting on behalf of the Board of Directors of the FDIC, 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 for Regional Bank of Middle Georgia, a proposed new State nonmember bank to be located at 2815 Pio Nono Avenue, Macon, Bibb County, Georgia, and has concluded that the application should be approved.

Accordingly, it is hereby ORDERED that the application submitted by the Regional Bank of Middle Georgia for Federal deposit insurance be and is approved subject to the following conditions:

- (1) That beginning paid-in capital funds of not less than \$8,000,000 be provided, of which not less than \$4,000,000 shall be allocated to common capital, not less than \$2,800,000 to surplus, and not less than \$1,200,000 set aside as a pre-opening expense fund;
- (2) That the Tier 1 capital to assets leverage ratio (as defined in the appropriate capital regulation and guidance of the institution's primary federal regulator) 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 any changes in proposed management or proposed ownership (10% or more of stock), including new acquisitions of or subscriptions to 10% or more of the stock, shall be approved by the FDIC prior to opening of the bank;
- (4) That any proposed contracts, leases, or agreements relating to construction, renovation, or rental of the permanent quarters are submitted to the Regional Director for review and comment;

- (5) That full disclosure has been made to all proposed directors and stockholders of the facts concerning any insider transaction, including the identity of the parties to the transaction and the terms and costs involved (an insider is one who is or is proposed to be a director, officer, or incorporator of an applicant, a shareholder who directly or indirectly controls 10 or more percent of any class of the applicant's outstanding voting stock; or the associates or interests of any such person);
- (6) That an experienced senior commercial loan officer (acceptable to the Regional Director) be hired prior to the opening of the bank;
- (7) That an accrual accounting system be adopted for maintaining the bank's books;
- (8) That sufficient fidelity coverage on the bank's active officers and employees to conform with generally accepted banking practices be obtained prior to opening for business;
- (9) That the bank obtain an audit of its financial statements by an independent public accountant annually for at least the first three years after deposit insurance coverage is effective and submit to the Atlanta Regional Office (i) a copy of the audited financial statements and the independent public auditor's report thereon within 90 days after the end of the bank's fiscal year, (ii) a copy of any other reports by the independent auditor (including any management letters) within 15 days of receipt, and (iii) written notification within 15 days when a change in its independent auditor occurs;
- (10) That the bank shall operate within the parameters of the business plan submitted to the FDIC, and, furthermore, during the first three years of operations, the bank shall notify the Regional Director of the FDIC of any proposed major deviation or material change from the submitted plan 60 days before consummation of the change;
- (11) That Federal deposit insurance shall not become effective unless and until the applicant has been granted a charter as a depository institution, that it has authority to conduct a banking business, and that its establishment and operation as a bank have been fully approved by the State of Georgia's Department of Banking and Finance;
- (12) That any proposed stock compensation plans (including stock options, warrants, or similar stock based compensation plans) to be granted to directors, organizers, or executive officers of the bank during the first three years of operations require prior notice and a letter of non-objection

from the Regional Director and must fully comply with outstanding FDIC guidance on stock compensation;

- (13) That until the bank is established, the Corporation shall have the right to alter, suspend, or withdraw the said commitment should any interim development be deemed to warrant such action; and,
- (14) That if deposit insurance has not become effective within twelve months from the date of this ORDER, or unless, in the meantime, a request for an extension of time has been approved by the Corporation, the consent granted shall expire at the end of the said twelve-month period.

Dated at Atlanta, Georgia, this 31st day of January, 2008.

FEDERAL DEPOSIT INSURANCE CORPORATION

By: _____ /s/
Mark S. Schmidt
Regional Director
Atlanta Region