



January 13, 2005

VIA FACSIMILE AND BY CERTIFIED RETURN RECEIPT REQUESTED

Board of Directors
Royal Savings Bank
9226 South Commercial Avenue
Chicago, Illinois 60617

Dear Members of the Board:

The notice of intent to convert from a mutual-to-stock form filed on behalf of Royal Savings Bank, Chicago, Illinois, has been reviewed by the Federal Deposit Insurance Corporation (FDIC) pursuant to the FDIC's regulations at 12 C.F.R. Sections 303.160 – 303.163 and other pertinent FDIC regulations. Based on the information provided and representations made, the FDIC poses no objection to the proposed conversion transaction.

Please notify our Chicago Regional Office in writing when the proposed transaction has been consummated.

Sincerely,

/s/

John M. Lane
Deputy Director

cc: Daniel C. McKay II
Vedder, Price, Kaufman & Kammholz, P. C.
222 North LaSalle Street
Chicago, Illinois 60601