

In Re: Milltown Banking Company
Lakeland, Lanier County, Georgia
Application for Federal Deposit Insurance (Deposit Insurance Fund)

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 Milltown Banking Company, a proposed new State nonmember bank to be located at 305 E. Main Street, Lakeland, Lanier County, Georgia, and a temporary quarters to be located at 205 W. Main Street, Lakeland, Lanier County, Georgia, and has concluded that the application should be approved.

Accordingly, it is hereby ORDERED that the application submitted by Milltown Banking Company for Federal deposit insurance be and is approved subject to the following conditions:

- (1) That beginning paid-in capital funds of not less than \$10,000,000 be provided, of which not less than \$5,000,000 shall be allocated to common capital and not less than \$5,000,000 to surplus;
- (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 at least one additional director with previous banking and/or bank director experience, acceptable to the Atlanta Regional Director of the FDIC, be appointed to the Board of Directors prior to opening of the bank;
- (5) That an accrual accounting system be adopted for maintaining the bank's books;
- (6) 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;
- (7) 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

