

OFFICE OF THRIFT SUPERVISION

**Order No. 98-33**

**Date: March 30, 1998**

**Mid-Southern Savings Bank, FSB  
Salem, Indiana**

**Order Approving the Issuance of Common Stock  
by a Savings Association Subsidiary of  
a Mutual Holding Company**

Mid-Southern Savings Bank, FSB, Salem, Indiana, has applied pursuant to section 10(o) of the Home Owners' Loan Act ("HOLA"), 12 U.S.C. §1467a(o) and 12 C.F.R. §575.7 for approval for its proposed successor savings bank, Mid-Southern Savings Bank, FSB, Salem, Indiana (the "Savings Bank"), which would be a subsidiary of Mid-Southern, M.H.C. ("Mutual Holding Company"), to issue between 20% and 28% of its common stock to persons other than its parent Mutual Holding Company (the "Offering").

The OTS has considered the application under section 10(o) of the HOLA, and 12 C.F.R. § 575.7, and all other applicable statutes and regulations. In addition, the OTS has considered a legal opinion from the Business Transactions Division, a digest submitted by the Central Regional Office, and an analysis by Corporate Activities (collectively, the "Staff Memoranda"). For the reasons set forth in the Staff Memoranda, the OTS has determined that approval of the application is appropriate, provided the conditions set forth below are satisfied. Accordingly, the application is approved subject to the following conditions:

1. The Savings Bank's capital stock to be sold in the Offering shall be sold in accordance with the application on Form MHC-2, and the restrictions set forth at 12 C.F.R. § 563.76;
2. Any additional offering materials not authorized for use by this Order are filed with and approved by the Chief Counsel, or her designee, prior to use;
3. Promptly after the completion of the sale of all the shares of capital stock to be sold in connection with the Offering, the Savings Bank shall submit a certification by its chief executive officer stating the exact number of shares acquired in the Offering by persons other than the Mutual Holding Company, and the gross and net proceeds of the Offering and the date of completion of the Offering; and

Prior to closing of the Offering, the Savings Bank shall submit a statement by the Savings Bank's independent appraiser that, to the best of the appraiser's knowledge and judgment, nothing of a material nature has occurred (taking into account all relevant factors) that would cause the appraiser to conclude that the value of the stock sold in the Offering was not compatible with the estimate of the Savings Bank's pro forma market value at the time of sale.

By Order of the Director of the Office of Thrift Supervision, or her designee, effective

3/30/98, 1998.

  
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John E. Ryan  
Acting Executive Director, Supervision