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UNITED STATES OF AMERICA
Before The
OFFICE OF THRIFT SUPERVISION

_____	)	
In the Matter of	)	OTS Order No.: <u>SF-06-002</u>
	)	
HELEN RUOH HU,	)	Date: <u>January 31, 2006</u>
	)	
A Former Employee	)	
and Institution-Affiliated Party of	)	
	)	
STANDARD BANK,	)	
Monterey Bank, California.	)	
(OTS No. 07865)	)	
_____	)	

**STIPULATION AND CONSENT TO
ISSUANCE OF AN ORDER OF PROHIBITION**

WHEREAS, the Office of Thrift Supervision (OTS), based upon information derived from the exercise of its regulatory responsibilities, has informed Helen Ruoh Hu (**HU**), a former employee and institution-affiliated party of Standard Bank, Monterey Park, California, OTS Docket No. 07865 (Standard Bank), that the OTS is of the opinion that the grounds exist to initiate prohibition proceedings against **HU** pursuant 12 U.S.C. § 1818(e).¹

WHEREAS, **HU** desires to cooperate with the OTS to avoid the time and expense of such administrative litigation, and, solely for the purposes of settling this matter in accordance with Rule 408 of the Federal Rules of Evidence and equivalent state provisions, without any adjudication of any issue of law or fact, and without admitting or denying that such grounds

¹ All references in this Stipulation and Consent and the Order of Prohibition are to the United States Code as amended.

exist, but admitting that the OTS has jurisdiction as set forth in Paragraph 1, HU hereby stipulates and agrees to the following terms:

1. Jurisdiction.

(a) Standard Bank, at all times relevant hereto, was a “savings association” within the meaning of 12 U.S.C. § 1813(b), and Section 2(4) of the Home Owners’ Loan Act, 12 U.S.C. § 1462(4). Accordingly, Standard Bank is an “insured depository institution” as that term is defined in 12 U.S.C. § 1813(c).

(b) HU, as a former employee of Standard Bank, is deemed to be an “institution-affiliated party” as that term is defined in 12 U.S.C. § 1813(u), having served in such capacity within six years of the date hereof (see 12 U.S.C. § 1818(i)(3)).

(c) Pursuant to 12 U.S.C. § 1813(q), the OTS is the “appropriate Federal banking agency” with jurisdiction to maintain an enforcement proceeding against institution-affiliated parties. Therefore, HU is subject to the authority of the OTS to initiate and maintain prohibition proceedings against him pursuant to 12 U.S.C. § 1818(e).

2. OTS Findings of Fact. The OTS finds that HU engaged in a series of transactions that advanced her own personal interest or those of others with whom she had a business relationship and in the process created a substantial risk of loss for Standard Bank. Such actions include making personal loans to customers of Standard Bank, some of which were used to fund escrow deposits for properties purchased with loans made by Standard Bank contrary to the terms of Standard Bank’s loan commitment that called for the borrowers to make the deposits from their own funds; authorizing the immediate payment of sizable checks deposited at Standard Bank without first determining whether there were adequate funds at the issuing bank to support the check; and facilitating the frequent exchange of substantial sums of money between her accounts or those over which she exercised effective control and those of other

customers of Standard Bank. These actions were in conflict with the interest of Standard Bank in violation of 12 C.F.R. § 563.200 and evidenced breaches of HU's fiduciary duty to the institution. Through these actions, HU received financial gain or other benefit. Such actions also demonstrated a willful or continuing disregard by HU for the safety or soundness of Standard Bank in that these actions created a potential risk of loss. Standard Bank has not as of this point suffered a loss.

3. Consent. HU consents to the issuance by the OTS of the accompanying Order of Prohibition (Order). She further agrees to comply with its terms upon issuance and stipulates that the Order complies with all requirements of law.

4. Finality. The Order is issued by the OTS under the authority of 12 U.S.C. § 1818(e). Upon its issuance by the Regional Director or designee for the West Region, OTS, it shall be a final order, effective and fully enforceable by the OTS under the provisions of 12 U.S.C. § 1818(i).

5. Waivers. HU waives the following:

(a) the right to be served with a written notice of the OTS's charges against her (referred to as Notice of Intention to Prohibit, see 12 U.S.C. § 1818(e));

(b) the right to an administrative hearing of the OTS's charges against her as provided by 12 U.S.C. § 1818(e);

(c) the right to seek judicial review of the Order, including, without limitation, any such right provided by 12 U.S.C. § 1818(h), or otherwise to challenge the validity of the Order;

(d) any and all claims against the OTS, including its employees and agents, and any other governmental entity for the award of fees, costs or expenses related to this OTS enforcement matter and/or the Order, whether arising under common law, the Equal Access to Justice Act, 5 U.S.C. § 504 or 28 U.S.C. § 2412; and

(e) the right to assert this proceeding, her consent to issuance of the Order, and/or the issuance of the Order, as the basis for a claim of double jeopardy in any pending or future proceeding brought by the United States Department of Justice or any other governmental entity.

6. Indemnification. HU shall neither cause nor permit Standard Bank (or any successor institution, holding company, subsidiary, or service corporation thereof) to incur, directly or indirectly, any expense for any legal or other professional expenses incurred relative to the negotiation and issuance of the Order. Nor shall HU obtain any indemnification (or other reimbursement) from the Institution (or any successor institution, holding company, subsidiary, or service corporation thereof) with respect to such amounts. Any such payments received by or on behalf of HU in connection with this action shall be returned to Standard Bank (or the successor institution, holding company, subsidiary, or service corporation thereof).

7. Other Government Actions Not Affected.

(a) HU acknowledges and agrees that the consent to the entry of the Order is for the purpose of resolving this prohibition action only, and does not release, discharge, compromise, settle, dismiss, resolve, or in any way affect any actions, charges against, or liability of HU that arise pursuant to this action or otherwise, and that may be or have been brought by any other government entity other than the OTS.

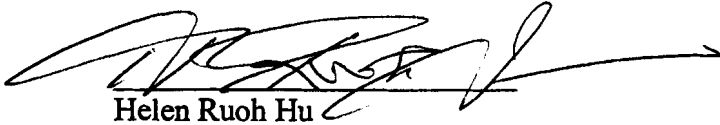
(b) By signing this Stipulation and Consent to Issuance of an Order of Prohibition, HU agrees that she will not assert this proceeding, her consent to the entry of the Order, and/or the entry of the Order, as the basis for a claim of double jeopardy in any pending or future proceeding by the United States Department of Justice or any other Federal or state governmental entity.

8. Acknowledgment of Criminal Sanctions. HU acknowledges that 12 U.S.C. § 1818(j), sets forth criminal penalties for knowing violations of the Order.

WHEREFORE, HU executes this Stipulation and Consent to Issuance of an Order of Prohibition, intending to be legally bound hereby.

By: Accepted by:

Office of Thrift Supervision


Helen Ruoh Hu


Michael E. Finn
Regional Director
West Region

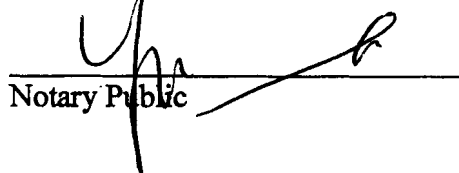
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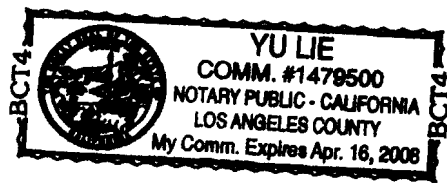
State of California
County of Los Angeles

On this 11 day of Jan, ²⁰⁰⁶~~2005~~, before me, the undersigned notary public, personally appeared Helen Ruoh Hu and acknowledged his execution of the foregoing STIPULATION AND CONSENT TO ISSUANCE OF AN ORDER OF PROHIBITION.


Notary Public

My commission expires:

April-16-2008



UNITED STATES OF AMERICA
Before The
OFFICE OF THRIFT SUPERVISION

In the Matter of	)	Order No.: <u>SF-06-002</u>
	)	
HELEN RUOH HU,	)	Date: <u>January 31, 2006</u>
	)	
A Former Employee	)	
and Institution-Affiliated Party of	)	
	)	
STANDARD BANK,	)	
Monterey Park, California.	)	
(OTS No. 07865)	)	
	)	

CONSENT ORDER OF PROHIBITION

WHEREAS, Helen Ruoh Hu (HU) has executed a Stipulation and Consent to the Issuance of an Order of Prohibition and Order of Assessment of Civil Money Penalties (Stipulation); and

WHEREAS, HU, by her execution of the Stipulation, has consented and agreed to the issuance of this Consent Order of Prohibition (Order) by the Office of Thrift Supervision (OTS), pursuant to 12 U.S.C. § 1818(e).¹

NOW THEREFORE, IT IS ORDERED that:

1. HU is prohibited from further participation, in any manner, in the conduct of the affairs of Standard Bank, Monterey Park, California, OTS Docket No. 07865 (Standard Bank), and any holding company, subsidiary, and/or service corporation thereof.

¹ All references to the United States Code (U.S.C.) are as amended, unless otherwise indicated.

2. **HU**, except upon the prior written consent of the OTS (acting through its Director or an authorized representative thereof) and any other “appropriate Federal financial institutions regulatory agency,” for purposes of 12 U.S.C. § 1818(e)(7)(B)(ii), shall not:

(a) Hold any office in, or participate in any manner in the conduct of the affairs of, any institution or agency specified in 12 U.S.C. § 1818(e)(7)(A), including, but not limited to:

- (i) Any insured depository institution, e.g., savings and loan associations, savings banks, national banks, trust companies, and other banking institutions;
- (ii) Any institution treated as an insured bank under 12 U.S.C. §§ 1818(b)(3) and 1818(b)(4), or as a savings association under 12 U.S.C. § 1818(b)(9), e.g., subsidiaries and holding companies of savings associations;
- (iii) Any insured credit union under the Federal Credit Union Act (12 U.S.C. § 1781, et seq.);
- (iv) Any institution chartered under the Farm Credit Act of 1971 (12 U.S.C. § 2001, et seq.);
- (v) Any appropriate Federal depository institution regulatory agency, within the meaning of 12 U.S.C. § 1818(e)(7)(A)(v); and
- (vi) The Federal Housing Finance Board and any Federal home loan bank.

(b) Solicit, procure, transfer, attempt to transfer, vote, or attempt to vote any proxy, consent, or authorization with respect to any voting rights in any institution described in 12 U.S.C. § 1818(e)(7)(A);

(c) Violate any voting agreement previously approved by the “appropriate Federal banking agency” within the meaning of 12 U.S.C. § 1813(q); or

(d) Vote for a director, or serve or act as an "institution-affiliated party," as that term is defined at 12 U.S.C. § 1813(u), e.g., a director, officer, employee, controlling stockholder of, or agent for, an insured depository institution.

3. The Stipulation is made a part hereof and is incorporated herein by this reference.
4. This Order is subject to the provisions of 12 U.S.C. § 1818(j).
5. HU shall promptly respond to any request from the OTS for documents that the OTS reasonably requests to demonstrate compliance with this Order.
6. This Order is and shall become effective on the date it is issued, as shown in the caption hereof. The Stipulation and the Order shall remain in effect until terminated, modified, or suspended, in writing by the OTS, acting through its Director, Regional Director, or other authorized representative.
7. The terms and provisions of this Order shall be binding upon, and inure to the benefit, of the parties hereto and their successors in interest.

OFFICE OF THRIFT SUPERVISION

By: 
Michael E. Finn
Regional Director
West Region

(Helen Ruoh Hu Proh Order c:\standard\hu)