



Comptroller of the Currency
Administrator of National Banks

Washington, DC 20219

**Corporate Decision #97-83
September 1997**

September 3, 1997

Mr. Warren E. Wegge
Executive Vice President
Delta National Bank
611 North Main Street
Manteca, California 95336

Re: Application to relocate the Denair branch of Delta National Bank, Manteca, California,
from Denair to Turlock, California
Application Control Number: 97-WE-07-0010

Dear Mr. Wegge:

This is to inform you that the Office of the Comptroller of the Currency (OCC) has granted approval to your proposal to relocate the bank's Denair branch from 4701 Main Street, Suite A, Denair, California, to the Southeast corner of Geer and Fullerton Road, Turlock, California 95380. This approval is granted based on a thorough review of all information available, including representations and commitments made in the application and by the bank's representatives. If the branch is not relocated within 18 months of this date, the approval will automatically terminate unless the OCC has granted an extension.

This branch relocation constitutes a branch closure under 12 C.F.R. 1831r-1. You must provide written notice of the closure to the bank's customers and to the OCC at least 90 days prior to the proposed closure. The branch may not relocate before the 90 days have passed.

The OCC must be advised, in advance, of the opening date of the relocated branch. At least 10 days before the scheduled branch relocation, a written advance notice of opening must be submitted to our Western District Office. Please provide the exact street address of the branch, including the nine digit ZIP code, and the popular name by which it will be known. The OCC will issue a branch relocation authorization letter after receipt of all information as outlined. Also, you should send a change of address notification for the "Denair Messenger Service" (Branch No. 90586A) concurrently with the advance notice for the relocation.

As we advised you earlier, the OCC removed this application from the expedited review process in light of adverse comments received from the Denair Community Services District ("DCSD"). A representative from our Western District Office subsequently performed a

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targeted onsite investigation to examine the issues raised in the comments. The representative traveled to the branch and interviewed both bank management and principals of the DCSD. Based on this investigation, we concluded that while the relocation of the branch will be less convenient for certain customers, it will not have a material impact on the bank's ability to service the credit and financial service needs of the Denair community. Your plans to mitigate the negative impact of the relocation, including by providing messenger services to affected business customers, should help address the most significant concerns. Since Denair will remain part of the bank's assessment area for purposes of the Community Reinvestment Act, ("CRA"), we will be able to evaluate this issue as part of our CRA examination process. Our letter to DCSD, which describes in more detail the results of the targeted review, is incorporated herein by reference and a copy is attached for your convenience.

Please direct any questions you have regarding this preliminary approval to Licensing Assistant Valerie A. Kirkpatrick at (415) 545-5916. A separate letter is enclosed requesting your feedback on how we handled your application. We would appreciate your response so we may improve our service.

Sincerely,

/s/

Troy L. Dixon
Director for Corporate Activity
Bank Organization and Structure