



Comptroller of the Currency
Administrator of National Banks

Northeastern District Office
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Licensing Division
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November 16, 2012

**Corporate Decision #2012-18
December 2012**

Lucille E. Reymann, Esq., General Counsel
CertusBank, National Association
4201 Congress Street – Suite 170
Charlotte, North Carolina 28209

Re: Purchase and Assumption Application by CertusBank, National Association, Easley, South Carolina to acquire the assets and assume the deposits from the FDIC as receiver for Hometown Community Bank, Braselton, Georgia

OCC Control No.: 2012 NE 02 0023

Charter No.: 24975

Dear Ms. Reymann:

The Office of the Comptroller of the Currency (“OCC”) hereby approves the application by CertusBank, National Association, Easley, South Carolina (“Acquirer” or “Certus”) to purchase certain assets and assume certain liabilities of Hometown Community Bank, Braselton, Georgia (“Failed Entity”), for the reasons set below. As discussed below, the Transaction may be consummated immediately upon approval. 12 U.S.C. § 1828(c)(6).

Failed Entity, a state non-member bank with deposits insured by the Federal Deposit Insurance Corporation (“FDIC”), was closed by the Georgia Department of Banking and Finance on November 16, 2012, and the FDIC was appointed as receiver. The Comptroller has now been asked to grant his written approval of the proposed agreement negotiated between the FDIC and Acquirer by which the latter would purchase certain assets and assume certain liabilities of Failed Entity.

This approval is granted based upon the information contained in the Acquirer’s application and other information and representations made to the OCC during its processing of the application.

The Purchase and Assumption

Acquirer applied to the OCC for approval to purchase certain assets of and assume certain liabilities of Failed Entity under 12 U.S.C. §§ 24 (Seventh) and 1828(c) (the “Transaction”). The Acquirer is located in South Carolina. The Failed Entity is located in Georgia and all of the

Failed Entity's branches are located in Georgia. A national bank may acquire all or part of a depository institution through a purchase and assumption transaction under 12 U.S.C. § 24 (Seventh). Thus, the Transaction is legally authorized and the OCC approves the Transaction.

Acquirer also requested OCC approval to retain the main office and the branch of the Failed Entity as branches upon consummation of the Transaction.

Generally, an application to engage in an interstate merger transaction pursuant to the Riegle-Neal Act is subject to certain requirements and conditions set forth in 12 U.S.C. §§ 1831u(a)(4), 1831u(a)(5), and 1831u(b). These conditions are: (1) compliance with state imposed age limits, if any, subject to the Riegle-Neal Act's limits; (2) compliance with certain state filing requirements, to the extent the filing requirements are permitted in the Riegle-Neal Act; (3) compliance with nationwide and state concentration limits; (4) expanded community reinvestment analysis and compliance; (5) adequacy of capital and management skills; and (6) limits on single branch acquisitions. These requirements, however, do not apply to a transaction, such as this, where the FDIC has provided assistance under 12 U.S.C. § 1823(c), or one of the banks involved is in default or in danger of default. 12 U.S.C. § 1831u(e).

Bank Merger Act

The OCC reviewed the proposed Transaction under the criteria of the Bank Merger Act, 12 U.S.C. § 1828(c), and applicable OCC regulations and policies. The OCC considered the financial and managerial resources of the banks, their future prospects, risk of the Transaction to the stability of the US banking system, and the convenience and needs of the communities to be served. In addition, the Bank Merger Act requires the OCC to consider "the effectiveness of any insured depository institution involved in the proposed merger transaction in combatting money laundering activities, including overseas branches," 12 U.S.C. § 1828(c)(11). We considered these factors and found them consistent with approval under the statutory provisions.

In addition, the OCC also finds, under the standards set forth in the Bank Merger Act, that it must act on the application immediately. 12 U.S.C. §§ 1828(c)(3), 1828(c) (4)(C)(i), and 1828(c)(6). Consequently, there is no requirement for publication of notice of the Transaction, for a request by the OCC of a competitive factors report from the Attorney General, or for a post-approval waiting period prior to consummation of the Transaction.

Community Reinvestment Act

The Community Reinvestment Act ("CRA") requires the OCC to take into account the applicants' record of helping to meet the credit needs of the community, including low-and-moderate-income ("LMI") neighborhoods, when evaluating certain applications, including transactions that are subject to the Bank Merger Act. 12 U.S.C. § 2903; 12 C.F.R. § 25.29. The OCC considers the CRA performance evaluation of each institution involved in the Transaction. A review of the record of these applicants and other information available to the OCC as a result of its regulatory responsibilities revealed no evidence that the applicants' record of helping to

meet the credit needs of their communities, including LMI neighborhoods, is less than satisfactory.

Consummation Guidance

This approval is granted based on our understanding that other applicable regulatory approvals, non-objections or waivers with respect to the Transaction will have been received prior to the consummation of the Transaction.

Within seven days of consummation of the Transaction, please provide the Northeastern District Office with copies of the following documents:

- An original Secretary's Certificate certifying that a majority of the board of directors approved this proposal.
- An executed purchase and assumption agreement.

This approval and the activities and communications by OCC employees in connection with the filing do not constitute a contract, express or implied, or any other obligation binding upon the OCC, the United States, any agency or entity of the United States, or any officer or employee of the United States, and do not affect the ability of the OCC to exercise its supervisory, regulatory and examination authorities under applicable law and regulations. Our approval is based on the bank's representations, submissions, and information available to the OCC as of this date. The OCC may modify, suspend or rescind this approval if a material change in the information on which the OCC relied occurs prior to the date of the Transaction to which this decision pertains. The foregoing may not be waived or modified by any employee or agent of the OCC or the United States.

If you have questions regarding this letter, please contact Thomas B. Smith, Senior Licensing Analyst, at (212) 790 - 4063. Please reference the application control number in any correspondence.

Sincerely,

Steven Maggio

Steven Maggio
Director for District Licensing