

FEDERAL DEPOSIT INSURANCE CORPORATION

WASHINGTON, D.C.

and

STATE OF ILLINOIS

DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION

DIVISION OF BANKING

SPRINGFIELD, ILLINOIS

_____)	
In the Matter of)	
)	
VALLEY BANK,)	CONSENT ORDER
MOLINE, ILLINOIS)	
)	
(Illinois Chartered)	FDIC-13-233b
Insured Nonmember Bank))	2013-DB-14
_____)	

Valley Bank, Moline, Illinois ("Bank"), having been advised of its right to a NOTICE OF CHARGES AND OF HEARING detailing the unsafe or unsound banking practices and violations of law or regulation alleged to have been committed by the Bank, and of its right to a hearing on the charges under section 8(b) of the Federal Deposit Insurance Act ("Act"), 12 U.S.C. § 1818(b), and under 38 Ill. Adm. Code Part 392, regarding hearings before the Illinois Department of Financial and Professional Regulation, Division of Banking ("Division"), and having waived those rights, entered into a STIPULATION TO THE ISSUANCE OF A CONSENT

ORDER ("STIPULATION"), dated June 24, 2013, with counsel for the Federal Deposit Insurance Corporation ("FDIC") and with a representative of the Division, whereby, solely for the purpose of this proceeding and without admitting or denying the charges of unsafe or unsound banking practices or violations of law or regulation, the Bank consented to the issuance of a CONSENT ORDER ("ORDER") by the FDIC and the Division.

The FDIC and the Division considered the matter and decided to accept this STIPULATION.

Having also determined that the requirements for issuance of an order under 12 U.S.C. § 1818(b) and Section 48(6) of the Illinois Banking Act, 205 ILCS 5/48(6) have been satisfied, the FDIC and the Division HEREBY ORDER that the Bank, its institution-affiliated parties, as that term is defined in section 3(u) of the Act, 12 U.S.C. § 1813(u), and its successors and assigns, take affirmative action as follows:

1. Within ten (10) days of the effective date of this ORDER, the Bank shall employ an accounting firm, acceptable to the Regional Director and the Division, to conduct a full scope audit of the Bank's books and records. The Bank shall provide a copy of its engagement letter and scope of the proposed audit to the Regional Director and the Division prior to the commencement

of the audit. The engagement letter shall contain a target completion date for the audit.

2. During each week this ORDER is in effect the Bank shall submit a report to the Board, Regional Director, and the Division, detailing the progress made on the audit. The report shall be in a format acceptable to the Regional Director and the Division.

3. Within sixty (60) days of the effective date of this ORDER, the Bank shall employ a qualified president and chief executive officer, subject to the approval of the FDIC and the Division.

4. Within twenty (20) days of the effective date of this ORDER, the Bank shall send to its shareholder a copy of this ORDER.

The effective date of this ORDER shall be the date of its issuance by the FDIC and the Division.

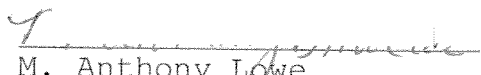
The provisions of this ORDER shall be binding upon the Bank, its institution-affiliated parties, successors, and assigns.


The provisions of this ORDER shall remain effective and enforceable except to the extent that, and until such time as, any provision of this ORDER shall have been modified, terminated, suspended, or set aside by the FDIC and the

Division.

Pursuant to delegated authority.

Dated this 11th day of July, 2013.


M. Anthony Lowe
Regional Director
Chicago Regional Office
Federal Deposit Insurance
Corporation


Manuel Flores
Acting Secretary
Illinois Department of
Financial and Professional
Regulation