



**Comptroller of the Currency
Administrator of National Banks**

Western District Office
50 Fremont Street, Suite 3900
San Francisco, CA 94105
(415) 545-5900, FAX (415) 545-5925

**Corporate Decision #98-01
January 1998**

December 17, 1997

Anita Robinson, President
Mission Community Bank, N.A.
697 Higuera Street, Suite H
San Luis Obispo, California 93401

Re: New Bank Charter - Mission Community Bank, N.A.
San Luis Obispo, California, Charter Number 23171
Control Number: 96-WE-01-007

Dear Ms. Robinson:

The Office of the Comptroller of the Currency (OCC) has found that you have met all conditions imposed by the OCC and completed all steps necessary to commence the business of banking. You are **authorized to open Mission Community Bank, N.A., San Luis Obispo, California, on December 18, 1997**. A certificate of authorization to commence business as a national banking association is enclosed.

You are reminded that several of the standard conditions contained in the preliminary approval letter dated October 31, 1996, will continue to apply once the bank opens, and by opening, you are agreeing to subject your association to the conditions of operation. Some of the conditions bear reiteration here:

1. The bank's books will be maintained on an accrual method acceptable to the OCC.
2. Regardless of the association's FDIC insurance status, the association is subject to the Change in Bank Control Act (12 U.S.C. 1817(j)) by virtue of its national bank charter. Please refer to item 4 in the list of Standard Conditions sent with the preliminary approval letter.
3. For a period of two years after the bank has opened for business, the Western District Office must review and have no objection to any new executive officer or director prior to

that person assuming such position. The proposed person may not assume the position until the OCC has issued a letter of no objection.

4. The President must serve as a member of the board of directors.
5. The board of directors is responsible for regular review and update of policies and procedures and for assuring ongoing compliance with them. This includes maintenance of an internal control system that ensures compliance with the currency reporting and record keeping requirements of the Bank Secrecy Act (BSA). The board is expected to train its personnel in BSA procedures and designate one person or a group to monitor day-to-day compliance.
6. For a period of two years after the bank opens, all compensation plans for the bank's organizers must receive the OCC's approval.
7. Stock certificates shall not be issued prior to the date the bank opens for business, it being understood that all stock will be issued immediately following the opening of the bank.

In addition, the bank must have in force sufficient fidelity bond insurance, the date it opens for business. Directors may be held liable for any losses that the bank sustains due to insufficient fidelity coverage. Please refer to 12 CFR 7.2013 for factors the board of directors should consider to determine the amount of such coverage.

Assistant Deputy Comptroller Brian J. Quade will be responsible for the ongoing supervision of your bank. Should you have any questions, please contact him at (415) 545-5983.

Very truly yours,

/s/

JAMES A. BUNDY
Licensing Manager
Western District

Enclosure