

STATE OF MICHIGAN
CIRCUIT COURT FOR THE 30TH JUDICIAL CIRCUIT
INGHAM COUNTY

IN THE MATTER OF THE PETITION
OF KEN ROSS, COMMISSIONER
OF THE OFFICE OF FINANCIAL AND INSURANCE
REGULATION, FOR THE APPOINTMENT OF
A RECEIVER FOR PEOPLES STATE BANK,
HAMTRAMCK, MICHIGAN

No.

11-182-CR

Hon. William E. Collette

ORDER APPOINTING RECEIVER

At a session of said Court
held in the Circuit Courtrooms
for the County of Ingham,
State of Michigan on the
11th day of February, 2011

PRESENT: HON. WILLIAM E. COLLETTE

This matter having come upon the Verified Petition of Ken Ross, Commissioner of the Office of Financial and Insurance Regulation, and the Court having read and considered the Verified Petition for Appointment of Receiver with supporting documentation, and it appearing to the Court, based upon the Verified Petition presented, that Peoples State Bank located in Hamtramck, Michigan, a Michigan banking corporation, is in an UNSAFE AND UNSOUND CONDITION and this Court being satisfied that the continued operation of Peoples State Bank will jeopardize the safety of the funds of its depositors, and this Court being further satisfied that an appointment of the Federal Deposit Insurance Corporation as Receiver of Peoples State Bank is in the best interest of the public, the depositors and the creditors, and that the immediate consideration of the Verified Petition, as provided by law, is needed to protect all interested parties;

IT IS THEREFORE ORDERED AND ADJUDGED that the Federal Deposit Insurance Corporation be and is hereby appointed Receiver without bond of Peoples State Bank pursuant to the provisions of § 2402 of the Michigan Banking Code of 1999, MCL 487.12402, and 12 USC § 1811 et seq. This appointment is effective at 6 o'clock p.m. on February 11, 2011.

IT IS FURTHER ORDERED AND ADJUDGED that upon the acceptance of such appointment, the Federal Deposit Insurance Corporation, as Receiver, shall possess all of the rights, powers and privileges provided by the laws of this state with respect to a receiver of a banking institution, as well as those provided in 12 USC § 1811 et seq., and all rules and regulations issued pursuant thereto, and that title to all of the assets, business, and property of Peoples State Bank, of every kind and nature, shall pass to and vest in the Federal Deposit Insurance Corporation, as Receiver, without execution of any instruments or conveyance, assignment, transfer or endorsement.

IT IS FURTHER ORDERED AND ADJUDGED that the Federal Deposit Insurance Corporation, as Receiver, may liquidate Peoples State Bank pursuant to the provisions of the Federal Deposit Insurance Act, 12 USC § 1811 et seq., and all rules and regulations issued pursuant thereto and may take possession of all of its books, records and assets of every description, and collect all debts to and claims belonging to Peoples State Bank, and, if necessary, to pay the debts of the bank and enforce the individual liability, if any, of the shareholders, officers and directors of the bank.

IT IS FURTHER ORDERED that Peoples State Bank, its board of directors, officers and agents, are hereby prohibited and restrained from any further transaction of Peoples State Bank's business, including the disposition of Peoples State Bank's assets and property.

This order is issued upon consideration of the Verified Petition of the Commissioner of the Office of Financial and Insurance Regulation and hearing without notice by the Petitioner to the bank, its depositors, creditors or shareholders. No notice is required pursuant to MCL 487.12402. The petition is granted without hearing for the additional reason that giving notice would delay the Court in acting on this petition, which delay would likely destroy the opportunity for an advantageous sale of certain assets of the bank and the assumptions of deposits and certain other liabilities of the bank, at great financial loss to depositors. Any such delay may also prevent the opening of the doors by any assuming bank or the FDIC, thereby interrupting the continuing banking services in the community served by the bank and would further jeopardize the interest of the bank's depositors and creditors.

WILLIAM E. COLLETTE

Hon. William E. Collette, 30th Circuit Judge