

**OFFICIAL ORDER OF  
THE BANKING COMMISSIONER  
ORDER NO. 2011-014**

**IN THE MATTER OF:**

<b>CHARTER APPLICATION FOR</b>	<b>§</b>	<b>BEFORE THE BANKING</b>
	<b>§</b>	
<b>SUMMIT TRUST COMPANY, INC.</b>	<b>§</b>	<b>COMMISSIONER OF TEXAS</b>
	<b>§</b>	
<b>HOUSTON, TEXAS</b>	<b>§</b>	<b>AUSTIN, TRAVIS COUNTY, TEXAS</b>

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**ORDER APPROVING FAMILY LIMITED TRUST ASSOCIATION CHARTER**

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Pursuant to Section 182.003 of the Texas Finance Code (the “Code”), I, Charles G. Cooper, Banking Commissioner of the State of Texas (the “Commissioner”), finds that after statutory notice was given to the public and to all interested parties in the manner provided by law, and after review and consideration of the application on file and the investigation report finds that:

1. The public convenience and advantage will be promoted by the establishment of the proposed family limited trust association;
2. The proposed organizational and capital structure and amount of initial capitalization is adequate for the proposed business and location;
3. The anticipated volume and nature of business indicates a reasonable probability of success and profitability based on the market to be served;
4. The proposed officers and directors, as a group, have sufficient fiduciary experience, ability, standing, competence, trustworthiness, and integrity to justify a belief that the family limited trust association will operate in compliance with law and that success of the family limited trust association is probable;
5. Each principal shareholder has sufficient experience, ability, standing, competence, trustworthiness, and integrity to justify a belief that the family limited trust association

will be free from improper or unlawful influence or interference with respect to the family limited trust association's operation in compliance with law; and

6. The organizers are acting in good faith.

THEREFORE, I, Charles G. Cooper, Banking Commissioner, hereby grant and approve the charter application of Summit Trust Company, Inc. upon the following conditions:

- A. Summit Trust Company, Inc. will maintain no less than \$250,000 in restricted capital. In the event that restricted capital falls below \$250,000, the Board will take action to restore restricted capital to at least \$250,000 by no later than 30 days after the end of the quarter after the event occurred;
- B. For a period of two years after approval of the charter, the trust company will provide the Commissioner with at least 30 days prior written notice of any proposed change of any individual to the Board or senior executive officer and will not make the noticed change if the Commissioner objects within 30 days of receipt of the notice;
- C. For a period of three years following the opening of the trust company, it will not declare or pay any dividend without the prior written approval of the Commissioner if the dividend would cause Summit Trust Company, Inc.'s restricted capital to decline below \$250,000;
- D. From the date of this Order through the first three years of operation, the trust company will provide written notification to the Commissioner at least 60 days in advance of any change in or deviation from the Business Plan submitted in the charter application. The notice must contain, at a minimum, a summary of the anticipated change, any proposed management changes as a result of the change, pro forma financial statements that

measure the impact of the change to actual results, to date, and to the original plan, and the Board's risk assessment of the change. For the calendar years ending December 31, 2011, December 31, 2012, and December 31, 2013, the trust company will compare its Business Plan to actual performance, noting and explaining in writing any material deviations and affirmative actions which will be taken to correct any materially adverse deviations. This comparison will be submitted to the Department of Banking on or before March 15 following each period;

- E. Summit Trust Company, Inc. will submit an Audit Plan which must be acceptable to the Commissioner;
- F. The Board will adopt a Statement of Trust Principles acceptable to the Commissioner prior to the opening of Summit Trust Company, Inc.;
- G. Summit Trust Company, Inc. will obtain and maintain adequate fiduciary bonding coverage;
- H. Summit Trust Company, Inc. will maintain no less than \$250,000 in liquid assets, with liquid assets defined as cash and readily marketable assets convertible to cash within four business days. In the event that total liquid assets fall below \$250,000, the Board will take action to restore the liquid assets to at least \$250,000 by no later than the 30th day following the deficiency; and
- I. Summit Trust Company, Inc., will develop and implement a Director Training Program before the Certificate of Authority is issued. The program will include, at a minimum, a review and assessment of the directors' training needs, identification of training providers, and a proposed training schedule for each director.

Due to the limited scope of the business to be conducted by Summit Trust Company, Inc., I hereby grant the family limited trust association the following exemptions pursuant to Section 182.011 of the Code and 7 TAC § 21.24, all other requests for exemptions pursuant to Section 182.011 or the related regulation being specifically denied:

1. Summit Trust Company, Inc. may operate with a Board of not less than three or more than 25 directors, managers, or managing participants. Provided that family limited trust association operates within these limits, it shall be deemed to be operating in accordance with Sections 182.002(a)(11) and (c) and 183.103 of the Code and this Order; and
2. Summit Trust Company, Inc. is not required to seek the Commissioner's prior written approval for transactions that normally fall under Section 183.109 (a) through (c) provided that the activities of Summit Trust Company, Inc. will be solely for the benefit of individuals related within the fourth degree of affinity or consanguinity to Mark Daniel Wolf or Mathew Davis Wolf. This exemption in no way infers that the Board and management are not bound by the Uniform Prudent Investor Act or Section 113.0052 of the Property Code, which prohibits loans from trust accounts to various entities including directors and officers of Summit Trust Company, Inc.

**IT IS THEREFORE ORDERED** that the application for a Texas family limited trust association for Summit Trust Company, Inc., Houston, Texas, subject to the conditions set forth above and under Charter Number 1036-15, be and hereby is **APPROVED**.

Signed in triplicate original this 23<sup>rd</sup> day of March, 2011.

/s/ Charles G. Cooper  
Charles G. Cooper  
Commissioner, Department of Banking