



Monthly Bulletin

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Liquidity Risk Management

Recent stresses in the credit and capital markets have exposed weaknesses in liquidity risk measurement and management systems.

The Department of Financial Institutions (DFI) expects that all insured depository licensees will periodically review their liquidity risk measurement and management systems to ensure that they adequately reflect the institution's complexity, risk profile, and scope of operations; most especially those institutions that have shifted from asset-based liquidity strategies (i.e., maintaining pools of highly liquid and marketable securities to meet unexpected funding needs) to liability-based or off-balance sheet strategies (i.e., funding partly through securitization, brokered/Internet deposits, or borrowings). Liquidity measurement tools should match the institution's funds management strategies and provide a comprehensive view of the institution's liquidity risk. Risk limits should be approved by an institution's Board of Directors and should be consistent with the measurement tools used.

Financial Institution Letter [FIL 84-2008](#) was issued by the Federal Deposit Insurance Corporation on August 26, 2008 to highlight the importance of liquidity risk management at financial institutions. DFI expects its insured depository licensees to familiarize themselves with FIL 84-2008 and to make necessary improvements and enhancements to their liquidity risk management procedure.

Transmitter of Money Abroad Voluntarily Suspends its California Operations

Armenian Express, Inc. ("AEI") has voluntarily suspended its California operations effective May 12, 2008. Contact information for AEI is:

Areg Baghdassarians, Manager
Armenian Express Inc.
3436 Foothill Blvd. #B224, Glendale, CA 91214
Tel no. (818) 539-4331; Fax no. (310) 626-9669
Email address: aregjan@att.net

111 Pine Street, Suite 1100, San Francisco, CA 94111-5613
300 South Spring Street, Suite 15513, Los Angeles, CA 90013-1204
1810—13th Street, Sacramento, CA 95811
7575 Metropolitan Drive, Suite 108, San Diego, CA 92108-4421
Consumer Compliance

(415) 263-8500
(213) 897-2085
(916) 322-5966
(619) 682-7227
(800) 622-0620

Consumers who wish to file a claim should call the DFI Consumer Information Desk's toll free number, 1-800-622-0620 or email consumer@dfi.ca.gov. Consumer complaint forms in English and Spanish are available at www.dfi.ca.gov/forms/consumer/consumerforms.asp.

Commercial Bank Activity

New Bank

Valley Republic Bank
5000 California Avenue, Bakersfield, Kern County
Correspondent: Maryam Hamzeh
Carpenter & Company
5 Park Plaza, Suite 950
Irvine, CA 92614
(949) 261-8888
Approved: 8/29/08

Merger

Service 1st Bank, Stockton, to merge with and into Central Valley Community Bank, Fresno
Approved: 8/6/08

Acquisition of Control

Carpenter Community BancFund-A Limited Partnership, Carpenter Fund Manager GP LLC and Edward J. Carpenter, John D. Fleming, Howard Gould, James B. Jones and Arthur Hidalgo, to acquire control of Mission Community Bank
Approved: 8/28/08

Security California Bancorp to acquire control of Security Bank of California
Filed: 7/18/08
Approved: 8/22/08

Purchase of Partial Business Unit

Ojai Community Bank, Ojai, to acquire certain branches of Pacific Capital Bank, N.A., Santa Barbara
Filed: 7/31/08

Change of Name

Commerce Bank of Folsom to change its name to Sierra Vista Bank
Notified: 6/30/08
Effected: 8/1/08

Industrial Bank Activity

Voluntary Surrender of License

Fremont Investment & Loan
Effected: 8/4/08

Premium Finance Company Activity

New Premium Finance Company

Farmingdale Premium Finance, Inc.
500 N. State College Boulevard, City and County of Orange
Opened: 8/1/08

Foreign (Other Nation) Bank Activity

New Office

DEPFA Bank plc
Esquire Plaza, 1215 K Street, City and County of Sacramento (Representative Office)
Approved: 8/7/08

Standard Chartered Bank

- Koll Center, 501 West Broadway, City and County of San Diego
- 49 Stevenson Street, City and County of San Francisco

Approved: 8/5/08
Opened: 8/31/08

Credit Union Activity

Bylaw Amendment

One credit union received approval for one bylaw amendment during July 2008.

Variance

One credit union received approval for request for variance to sections of the California Code of Regulations during July 2008.

Merger

1st United Federal Credit Union, San Jose, to merge with and into the Golden 1 Credit Union, Sacramento

Filed: 8/5/08

Approved: 8/6/08

Credit Union of Southern California, Brea, to merge with and into Visterra Credit Union, Moreno Valley

Filed: 4/15/08

Withdrawn: 7/25/08

Embarcadero Federal Credit Union, San Francisco, to merge with and into 1st Pacific Credit Union, Vallejo

Filed: 8/26/08

Financial 21 Community Credit Union, San Diego, to merge with and into California Coast Credit Union, San Diego

Filed: 8/6/08

OCHA Credit Union, Orange, to merge with and into Pacific Community Credit Union, Fullerton

Filed: 8/20/08

Transmitter of Money Abroad Activity

New Transmitter

ABS-CBN International, Inc.

Filed: 7/28/08

Acquisition of Control

ACP TD, Inc., to acquire control of Naunihal Currency Exchange, Inc.

Filed: 7/25/08

Acquisition of Control (Continued)

Luis Escheverria, to acquire control of JOM Corp.
Approved: 8/18/08

WILLIAM S. HARAF
Commissioner of Financial Institutions

Bulletin for Month ended
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to Financial Code section 258



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