

FEDERAL DEPOSIT INSURANCE CORPORATION

Re: Parkside Financial Bank & Trust
Clayton, Missouri

Application for Federal Deposit Insurance (Deposit Insurance Fund)

ORDER

The undersigned, acting on behalf of the Board of Directors of the FDIC, pursuant to delegated authority, has fully considered all available facts and information relevant to the factors of Section 6 of the Federal Deposit Insurance Act, and relating to the application for Federal deposit insurance for Parkside Financial Bank & Trust, Clayton, St. Louis County, Missouri, a proposed new bank to be located at 8112 Maryland Avenue, Suite 101, Clayton, Missouri.

It is hereby ORDERED that the application submitted by Parkside Financial Bank & Trust for Federal deposit insurance be and is approved subject to the following conditions:

- (1) That beginning paid-in capital funds will not be less than \$18,950,000, of which not less than \$9,475,000 shall be allocated to common capital and not less than \$9,475,000 to surplus;
- (2) That a Tier 1 Leverage Capital Ratio, as defined in Part 325 of the FDIC's Rules and Regulations, of no less than 8 percent be maintained during the bank's first three years of operation, and that an adequate allowance for loan and lease losses be provided;
- (3) That any changes in proposed management or proposed ownership (10 percent or more of stock), including new acquisitions of or subscriptions to 10 percent or more of the stock, shall be approved by the FDIC prior to opening the bank;
- (4) That the bank maintain its books on an accrual accounting system;
- (5) That the bank obtain sufficient fidelity bond coverage on its active officers and employees to conform with generally accepted banking practices, prior to opening;
- (6) That the bank obtain an audit of its financial statements by an independent public accountant annually for at least the first three years after deposit insurance is effective and submit to the Kansas City Regional Office (i) a copy of the audited annual financial statements and the independent public auditor's report thereon within 90 days after the end of the bank's fiscal year, (ii) a copy of any other reports by the independent auditor (including any management letters) within 15 days after their receipt by the bank, and (iii) written notification within 15 days when a change in the bank's independent auditor occurs. The first such audit should be completed for the bank's 2008 fiscal year;

- (7) That Federal deposit insurance shall not become effective unless and until the applicant has been granted a charter as a depository institution, that it has authority to conduct a banking business, and that its establishment and operation as a bank have been fully approved by the Missouri Division of Finance;
- (8) That until the bank is established, the FDIC shall have the right to alter, suspend, or withdraw its commitment should any interim development warrant such action;
- (9) That Parkside Financial, Inc. has obtained approval of the Board of Governors of the Federal Reserve System to acquire voting stock control of the bank, prior to opening;
- (10) That the bank has submitted any proposed contracts, leases or agreements relating to construction or rental of permanent quarters to the Regional Director for review and comment;
- (11) That the bank has fully disclosed to all proposed directors and stockholders any insider transactions, including the identity of the insider(s) and the terms and costs involved. An insider is any proposed director, officer, or incorporator; a shareholder who directly or indirectly controls 10% or more of the bank's outstanding voting stock; or the related interests of any such person;
- (12) That the bank shall operate within the parameters of the business plan submitted to the FDIC. Furthermore, during the first three years of operations, the bank shall notify the Regional Director of any proposed major deviation or material change from the submitted plan 60 days before consummation of the change; and,
- (13) That if deposit insurance has not become effective within twelve months from the date of this ORDER, or unless, in the meantime, a request for an extension of time has been approved by the FDIC, the consent granted shall expire at the end of the twelve-month period.

Dated at Kansas City, Missouri, this 20th day of March, 2008.

FEDERAL DEPOSIT INSURANCE CORPORATION
KANSAS CITY REGION

Signed by James D. LaPierre

James D. LaPierre
Regional Director

FEDERAL DEPOSIT INSURANCE CORPORATION

Re: Parkside Financial Bank & Trust (Proposed)
Clayton, St. Louis County, Missouri

Application for Federal Deposit Insurance

STATEMENT

Pursuant to the provisions of Section 5 of the Federal Deposit Insurance Act (12 U.S.C. § 1815), an application for Federal deposit insurance has been filed for Parkside Financial Bank & Trust, Clayton, St. Louis County, Missouri, a proposed state bank to be located at 8112 Maryland Avenue, Suite 101, Clayton, Missouri.

The bank will be a wholly-owned subsidiary of Parkside Financial, Inc. (PFI), Clayton, Missouri, a one-bank holding company. PFI will initially capitalize the bank with \$19 million, and total assets are projected to increase to \$190 million by the end of the third year of operation. The bank will engage in traditional activities in a competitive market that includes the St. Louis metropolitan area.

For purposes of this proposal, capital is adequate, earnings prospects are sufficient to provide a profitable operation within a reasonable period of time, management is capable, and the investment in fixed assets is reasonable. Corporate powers to be exercised are consistent with the purpose of the Federal Deposit Insurance Act. No formal objections to this proposal have been filed, and no undue risk to the Deposit Insurance Fund is apparent.

Accordingly, based upon careful evaluation of all available facts and information, the undersigned, acting on authority delegated by the Board of Directors of the FDIC, has approved the application, subject to certain prudential conditions.

FEDERAL DEPOSIT INSURANCE CORPORATION
KANSAS CITY REGION

/s/

James D. LaPierre
Regional Director