



as that term is defined in Section 3(c) of the FDIA, 12 U.S.C. § 1813(c).

(b) Michael J. Balch, having served as President of the Association within 6 years of the date hereof, is deemed to be an "institution-affiliated party" as that term is defined in Section 3(u) of the FDIA, 12 U.S.C. § 1813(u), by virtue of Section 8(i)(3) of the FDIA, 12 U.S.C. § 1818(i)(3).

(c) Pursuant to Section 3(q) of the FDIA, 12 U.S.C. § 1813(q), the OTS is the "appropriate Federal banking agency" to maintain an enforcement proceeding against such a savings association and/or its institution-affiliated parties. Therefore, Michael Balch is subject to the authority of the OTS to initiate and maintain a prohibition proceeding against him pursuant to Section 8(e) of the FDIA, 12 U.S.C. § 1818(e).

3. Consent. Michael J. Balch consents to the issuance by the OTS of the accompanying Order of Prohibition ("Order"). He further agrees to comply with its terms upon issuance and stipulates that the Order complies with all requirements of law.

4. Finality. The Order is issued by the OTS under the authority of Section 8(e) of the FDIA, 12 U.S.C. § 1818(e). Upon issuance of the Order, it shall be a final order that is effective and fully enforceable by the OTS under the provisions of Section 8(i) of the FDIA, 12 U.S.C. § 1818(i).

5. Waivers. Michael J. Balch waives the following legal rights:

(a) the right to be served with a written notice (referred to as a Notice of Intention to Prohibit), as otherwise provided by Section 8(e)(1) of the FDIA, 12 U.S.C. § 1818(e)(1);

(b) the right to an administrative hearing regarding such charges against him, as otherwise provided by Section 8(e)(4) and (h)(1) of the FDIA, 12 U.S.C. § 1818(e)(4) and (h)(1); and

(c) the right to seek judicial review of the Order, as otherwise provided by Section 8(h) of the FDIA, 12 U.S.C. § 1818(h), or otherwise to challenge the validity of the Order.

WHEREFORE, in consideration of the foregoing and intending to be legally bound hereby, the OTS, acting by and through the undersigned, and Michael J. Balch execute this Stipulation and Consent to Entry of Order of Prohibition.

OFFICE OF THRIFT SUPERVISION

MICHAEL J. BALCH

By:

/S/

/S/

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ANGELO A. VINA  
Regional Director  
Northeast Regional Office

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MICHAEL J. BALCH

UNITED STATES OF AMERICA  
Before The  
OFFICE OF THRIFT SUPERVISION

In the Matter of )  
MICHAEL J. BALCH, )  
Former President of )  
DANIELSON FEDERAL SAVINGS AND )  
LOAN ASSOCIATION, )  
Danielson, Connecticut )

Re: Resolution No. NE92-81

Date: August 25, 1992

ORDER OF PROHIBITION

WHEREAS, Michael J. Balch has executed a Stipulation and Consent to Entry of Order of Prohibition ("Stipulation") on August 20, 1992, which is accepted and approved by the Office of Thrift Supervision ("OTS"), acting through its Regional Director for the Northeast Region; and

WHEREAS, Mr. Balch, by his execution of the Stipulation, has consented and agreed to the issuance of this Order of Prohibition ("Order"), pursuant to Section 8(e) of the Federal Deposit Insurance Act ("FDIA"), as amended, 12 U.S.C. § 1818(e):

**NOW THEREFORE, IT IS ORDERED that:**

1. Michael J. Balch is prohibited from further participation, in any manner, in the conduct of the affairs of Danielson Federal Savings and Loan Association, Danielson, Connecticut ("the Association") and any holding company, subsidiary, and/or service corporation thereof.

2. Michael J. Balch may not hold any office in, or participate in any manner in the conduct of the affairs of, any Federally regulated depository institution or the other entities that are described in Section 8(e)(7)(A) of the FDIA, 12 U.S.C. § 1818(e)(7)(A), without the prior written approval of the OTS (acting through its Director or an authorized representative thereof) and, if applicable, the "appropriate Federal banking agency," as defined at 12 U.S.C. § 1813(q), for the Federally regulated depository institution which is involved. Due to the operation of Section 8(e)(6) of the FDIA, 12 U.S.C. § 1818(e)(6), conduct prohibited by this Order, without the said prior written approval of the OTS and of the "appropriate Federal banking agency", includes, without limitation: (1) the solicitation, procuring, transfer, attempt to transfer, vote, or the attempt to vote, any proxy, consent, or authorization with respect to any voting rights in any institution described in Section 8(e)(7)(A) of the FDIA, 12 U.S.C. § 1818(e)(7)(A); and (2) serving or acting as an "institution-affiliated party" as defined at 12 U.S.C. 1813(u).

3. The Stipulation is made a part hereof and is incorporated herein by this reference.

4. This Order is subject to the provisions of Section 8(j) of the FDIA, 12 U.S.C. § 1818(j), and shall become effective on the date it is issued, as shown in the caption above.

THE OFFICE OF THRIFT SUPERVISION

/S/

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AngeYo A. Vigna  
Regional Director  
Northeast Regional Office