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UNITED STATES OF AMERICA
Before The
OFFICE OF THRIFT SUPERVISION

In the Matter of)
)
Francisco Sanchez Aran,)
)
A former Senior Executive)
Vice President of)
Caguas Central Federal)
Savings Bank, Caguas,)
Puerto Rico)
_____)

Re: New York District Director
Resolution No. NY-90-15
Dated: June 25, 1990

STIPULATION AND CONSENT TO
ISSUANCE OF ORDER OF
PROHIBITION

The Office of Thrift Supervision ("OTS"), by and through its District Director for the New York District Office, and Francisco Sanchez Aran, who, until on or about March 31, 1990, served as a Senior Executive Vice President of Caguas Central Federal Savings Bank, Caguas, Puerto Rico, hereby stipulate and agree as follows:

1. Consideration. The OTS, based upon information reported to it; is of the opinion that the grounds exist to initiate an administrative prohibition proceeding against Francisco Sanchez Aran pursuant to Section 8(e) of the Federal Deposit Insurance Act ("FDIA"), 12 U.S.C. § 1818(e), as amended by the Financial Institutions Reform, Recovery, and Enforcement Act of 1989 ("FIRREA"), Pub. L. No. 101-73, 103 Stat. 183. Francisco Sanchez Aran desires to cooperate with the OTS to avoid the time and expense of such administrative litigation and, without admitting or denying that such grounds exist, hereby stipulates and agrees to the following terms in consideration of the forbearance of the OTS from initiating administrative prohibition litigation against Francisco Sanchez Aran.

2. Jurisdiction.

(a) Caguas Central Federal Savings Bank, Caguas, Puerto Rico, is a "savings association" within the meaning of Section 3 of the FDIA and Section 2 of the Home Owners' Loan Act, each as amended by FIRREA. Accordingly, it is an "insured depository institution" as that term is defined in Section 3(c) of the FDIA, as amended, 12 U.S.C. § 1813(c).

(b) Francisco Sanchez Aran, having served at times within the last six years as a Senior Executive Vice President of Caguas Central Federal Savings Bank, is an "institution-affiliated party" as that term is defined in Section 3(u) of the FDIA, as amended, 12 U.S.C. § 1813(u); also see 12 U.S.C. § 1818(i)(3).

(c) Pursuant to Section 3 of the FDIA, as amended by FIRREA, the OTS is the "appropriate Federal banking agency" to maintain an enforcement proceeding against such a savings association or its institution-affiliated parties. Therefore, Francisco Sanchez Aran 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, as amended, 12 U.S.C. § 1818(e).

3. Consent. Francisco Sanchez Aran 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, as amended, 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, as amended, 12 U.S.C. § 1818(i).

5. Waivers. Francisco Sanchez Aran waives the following legal rights:

- (1) the right to be served with a written notice of the OTS's charges against him (referred to as a Notice of Intention to Prohibit)(see, e.g., Section 8(e) of the FDIA, as amended);
- (2) the right to an administrative hearing of the OTS's charges against him (see, e.g., Section 8(e) of the FDIA, as amended); and
- (3) the right to seek judicial review of the Order, including any such right provided by Section 8(h) of the FDIA, as amended, 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 District Director) and Francisco Sanchez Aran execute this Stipulation and Consent to Issuance of Order of Prohibition.

OFFICE OF THRIFT SUPERVISION
By:

THE RESPONDENT

15/
Angelo A. Vigna
District Director
New York District Office

15/
Francisco Sanchez Aran

and all of its holding companies and service corporations.

2. Without the prior written approval of the OTS (acting through its Director or an authorized representative thereof, including the District Director for the New York District Office) and, if appropriate, another Federal financial institutions regulatory agency, Francisco Sanchez Aran 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, as amended, 12 U.S.C. § 1818(e)(7)(A). Due to the operation of Section 8(e)(6) of the FDIA, as amended, the conduct prohibited by this Order includes, inter alia, the solicitation, transfer or exercise of any voting rights with respect to any securities issued by any depository institution.

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, as amended, it shall become effective on the date it is issued, as shown in the caption above.

THE OFFICE OF THRIFT SUPERVISION
By:

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Angelo A. Vigna
District Director
New York District Office