



Federal Housing Finance Agency

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FINAL SUSPENSION ORDER

The Federal Housing Finance Agency, as safety and soundness regulator of Fannie Mae, Freddie Mac, and the eleven Federal Home Loan Banks (the “regulated entities”), is issuing this Final Order pursuant to the following legal authorities:

1. Section 1313B of the Federal Housing Enterprises Financial Safety and Soundness Act of 1992 (Safety and Soundness Act) authorizes FHFA to establish standards for the regulated entities regarding prudential management of risks. FHFA is authorized to issue orders requiring the regulated entities to take any action that will best carry out the purposes of that section. *See* 12 U.S.C. 4513b(b)(2)(B)(iii).
2. Section 1319G of the Safety and Soundness Act authorizes FHFA to issue any orders necessary to ensure that the purposes of the Safety and Soundness Act are accomplished. *See* 12 U.S.C. 4526(a).
3. Section 1313 of the Safety and Soundness Act authorizes FHFA to exercise such incidental powers as may be necessary in the supervision and regulation of each regulated entity. *See* 12 U.S.C. 4513(a)(2).

Consistent with these authorities, FHFA has determined that any business relationship between James E. Bishop and a regulated entity would present excessive risk to the safety and soundness of the regulated entity.

This determination is based on the following findings:

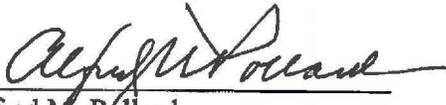
1. James E. Bishop was the CEO of Summit Bank and chairman of Summit Bank’s Board of Directors until approximately November 2010 when he resigned.
2. Beginning approximately March 2009 and April 2011, James E. Bishop and James E. Bishop II took actions and directed others to take actions to remove millions of dollars of loans from certain bank reports at the end of each quarter, knowing that this materially incomplete information would be communicated to the FDIC and state bank regulators.
3. On or about November 15, 2013, James Everett Bishop was convicted of one count of False Entry in a Report of an Insured Bank (18 U.S.C. 1005) in the United States District Court, Western District of Washington.

4. As described in the plea agreement filed with in the United States District Court, Western District of Washington at Seattle on August 21, 2013, the conduct underlying the conviction set forth above involved the misappropriation of funds in order to commit fraud.
5. As described in the August 21, 2013 plea agreement, the conduct underlying the conviction listed above occurred in connection with financial transactions.

With this Final Order, FHFA is directing each regulated entity to cease any business relationship with James E. Bishop for an indefinite period, beginning on October 1, 2016. This suspension extends to any individual, company, partnership or other group that FHFA determines to be an affiliate of James E. Bishop.

This Final Order's requirement for regulated entities to cease any business relationship with James E. Bishop does not apply to the existing or future purchase, sale, modification, foreclosure alternative transaction, or other foreclosure-related transaction of a residential mortgage loan owned by a regulated entity, if James E. Bishop is the borrower of such residential mortgage loan and the transaction is for the borrower's own personal or household residence.

This Final Order is a final action of the Federal Housing Finance Agency.



Alfred M. Pollard
Suspending Official

8-1-2016
Date