

UNITED STATES OF AMERICA

BEFORE THE BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

WASHINGTON, D.C.

_____ )	
In the Matter of )	Docket No. 97-012-E-I
STEPHEN R. KOURY )	
An Institution-Affiliated )	Order of Prohibition
Party of )	Issued Upon Consent
First Western Trust Services Company )	Pursuant to the
New Castle, Pennsylvania and )	Federal Deposit Insurance
First Western Bancorp, Inc. )	Act, as Amended
New Castle, Pennsylvania )	
_____ )	

WHEREAS, pursuant to sections 8(e) and (i)(3) of the Federal Deposit Insurance Act, as amended (the "FDI Act") (12 U.S.C. 1818(e) and (i)(3)), the Board of Governors of the Federal Reserve System (the "Board of Governors") issues this Order of Prohibition (the "Order") against Stephen R. Koury ("Koury"), a former employee and an institution-affiliated party, as defined in sections 3(u) and 8(b)(3) of the FDI Act (12 U.S.C. 1813(u) and 1818(b)(3)), of First Western Trust Services Company, New Castle, Pennsylvania ("Trust Services"), a nonbank subsidiary of First Western Bancorp, Inc., New Castle, Pennsylvania, a registered bank holding company, due to Koury's alleged participation in violations of law in connection with his misappropriation of Trust Services's customer and company funds;

WHEREAS, on December 2, 1997, Koury pled guilty to one count of wire fraud; and

WHEREAS, by affixing his signature hereunder, Koury has consented to the issuance of this Order by the Board of Governors and has waived any and all rights he might otherwise have pursuant to 12 U.S.C. 1818 or 12 C.F.R. Part 263, or otherwise (a) to the issuance of a notice of intent to prohibit; (b) to a hearing for the purpose of taking evidence with respect to any matter charged, implied or set forth in this Order; (c) to obtain judicial review of this Order or any provision hereof; and (d) to challenge or contest in any manner the basis, issuance, validity, terms, effectiveness or enforceability of this Order or any provision hereof.

NOW, THEREFORE, prior to the taking of any testimony or adjudication of or finding on any issue of fact or law implied or set forth herein, and without this Order constituting an admission of any allegation made or implied by the Board of Governors in connection herewith, and solely for the purpose of settlement of this matter without protracted or extended proceedings:

IT IS HEREBY ORDERED, pursuant to sections 8(e), (i)(3), and (j) of the FDI Act (12 U.S.C. 1818(e), (i), and (j)), that:

1. Koury, without the prior written approval of the Board of Governors and, where necessary pursuant to section 8(e)(7)(B) of the FDI Act (12 U.S.C. 1818(e)(7)(B)), another Federal financial institution regulatory agency, is hereby and henceforth prohibited:

(a) From participating in any manner in the conduct of the affairs of any institution or agency specified in section 8(e)(7)(A) of the FDI Act (12 U.S.C. 1818(e)(7)(A)), including, Trust Services, First Western Bancorp, Inc., or any insured depository institution, depository institution holding company, or nonbank subsidiary thereof;

(b) from soliciting, procuring, transferring, attempting to transfer, voting or attempting to vote any proxy, consent, or authorization with respect to voting rights in any institution described in section 8(e)(7)(A) of the FDI Act;

(c) from violating any voting agreement previously approved by any Federal banking agency; or

(d) from voting for a director or serving or acting as an institution-affiliated party, as defined in sections 3(u) and 8(b)(3) of the FDI Act (12 U.S.C. 1813(u) and 1818(b)(3)), such as an officer, director or employee.

2. Any violation of this Order shall separately subject Koury to appropriate civil or criminal penalties or both under sections 8(i) and (j) of the FDI Act.

3. This Order, and each and every provision hereof, is and shall remain fully effective and enforceable until expressly stayed, modified, terminated or suspended in writing by the Board of Governors.

4. All communications regarding this Order shall be addressed to:

- (a) Mr. R. Chris Moore  
Senior Vice President  
Federal Reserve Bank of Cleveland  
1455 East Sixth Street  
Cleveland, Ohio 44114
- (b) Mr. Stephen R. Koury  
2409 Woodland Drive  
New Castle, Pennsylvania 16101

5. (a) The provisions of this Order shall not bar, estop, or otherwise prevent the Board of Governors, or any Federal or State agency or department from taking any other action affecting Koury.

(b) Koury agrees that the execution of this Order and its issuance by the Board of Governors is not dispositive of

any civil or criminal offense that he may be charged with by any Federal or State agency or department.

By order of the Board of Governors effective this 2nd  
day of February, 1997. <sup>S.D.C.</sup>

BOARD OF GOVERNORS OF THE  
FEDERAL RESERVE SYSTEM

Stephen R. Koury  
Stephen R. Koury

By: William W. Wiles  
William W. Wiles  
Secretary of the Board