



FEDERAL RESERVE BANK  
OF PHILADELPHIA

Philip L. Keitel  
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Legal Department

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August 7, 2013

Mr. Duan Liu  
Street address blocked for privacy  
Marlton, NJ 08053

Re: Criminal Conviction – Prohibition from Banking Industry

Dear Mr. Liu:

The Federal Reserve Bank of Philadelphia has become aware that you were convicted upon a plea of guilty of making, and aiding and abetting the making of, a false statement in a loan application. A copy of your judgment of conviction is attached. Because you have been convicted of a crime involving dishonesty or breach of trust, you are automatically subject to the prohibitions set forth in Section 19 of the Federal Deposit Insurance Act, as amended (“Section 19”)(12 U.S.C. § 1829) for banking organizations and in Section 205 of the National Credit Union Act, as amended (“Section 205(d)”) (12 U.S.C. § 1785(d)) for insured credit unions.

Section 19 and Section 205(d) prohibit you from becoming or continuing as an institution-affiliated party with respect to any of the banking organizations or credit unions described below. This means that you may not, among other things, act as an employee, officer, director, or agent of these banking organizations or credit unions. Nor may you otherwise participate, directly or indirectly, in the conduct of the affairs of any of these organizations. You are also prohibited from directly or indirectly owning or controlling any insured depository institution or holding company. These statutes do not prohibit you from being a normal, arms-length customer of a banking organization or credit union, such as having a loan, checking or savings account.

The prohibitions of Section 19 and Section 205(d) cover all insured depository institutions, including, but not limited to, any bank, savings association or credit union, and their holding companies, as well as Edge corporations and Agreement corporations. The Federal Deposit Insurance Corporation may grant written consent for you to engage in otherwise prohibited conduct with respect to insured depository institutions, and the Federal Reserve may grant written consent with respect to bank and savings and loan holding companies and Edge and Agreement corporations. The National Credit Union Administration Board may grant consent for insured credit unions. The automatic prohibition does not

cover non-bank subsidiaries of bank holding companies or uninsured branches or agencies of foreign banks, unless the appropriate federal banking agency takes further action against you.

Should you engage in prohibited conduct without obtaining the required consent from the appropriate agency, you could be subject to daily criminal fines of up to \$1,000,000 or up to five years imprisonment.

This letter will be posted on the website of the Board of Governors of the Federal Reserve System. If you believe that the prohibitions of Section 19 and Section 205(d) do not apply to you, because, for example, your conviction has been reversed on appeal, or for any other reason, please contact me in writing at this Reserve Bank.

Sincerely,  
Signed

/Philip L. Keitel  
Senior Attorney

cc: Mr. John L. Kuray  
Board of Governors  
Legal Division – Mail Stop 13  
Washington, D.C. 20551

Special Activities Section, Division of Supervision  
Federal Deposit Insurance Corporation  
550 17<sup>th</sup> Street N.W.  
Washington, D.C. 20429

Corporate Secretary  
Asian Financial Corporation  
Asian Bank  
913 Arch Street, 3<sup>rd</sup> Floor  
Philadelphia, PA 19106

Mr. Frank A. Labor III  
United States Attorney's Office  
615 Chestnut Street, Suite 1250  
Philadelphia, PA 19106

Defender Association of Philadelphia  
Attn: Susan M. Lin  
Re: Duan Liu  
1441 Sansom Street  
Philadelphia, PA 19102

Ms. Begene A. Bahl  
Senior Deputy Chief Counsel  
PA Department of Banking and Securities  
Office of Chief Counsel  
17 N. Second Street, Suite 1300  
Harrisburg, PA 17101

Director  
Department of Supervision  
National Credit Union Administration  
1900 Duke Street, Suite 300  
Alexandria, VA 22314

Judgment and Disposition, dated March 9, 2012, concerning *United States of America v. Duan Liu*, Case No. DP AE2:11CR584-001, in the United States District Court for the Eastern District of Pennsylvania on file.