

PUBLIC DISCLOSURE

April 2, 2012

COMMUNITY REINVESTMENT ACT PERFORMANCE EVALUATION

**Lisle Savings Bank
29800**

**1450 Maple Avenue
Lisle, Illinois 60532**

**Federal Deposit Insurance Corporation
Division of Depositor and Consumer Protection
300 South Riverside Plaza, Suite 1700
Chicago, Illinois 60606**

NOTE: This document is an evaluation of this institution's record of meeting the credit needs of its entire community, including low- and moderate-income neighborhoods, consistent with safe and sound operation of the institution. This evaluation is not, nor should it be construed as, an assessment of the financial condition of this institution. The rating assigned to this institution does not represent an analysis, conclusion or opinion of the federal financial supervisory agency concerning the safety and soundness of this financial institution.

GENERAL INFORMATION

The Community Reinvestment Act (CRA) requires each federal financial supervisory agency to use its authority when examining financial institutions subject to its supervision, to assess the institution's record of meeting the credit needs of its entire community, including low- and moderate-income neighborhoods, consistent with safe and sound operation of the institution. Upon conclusion of such examination, the agency must prepare a written evaluation of the institution's record of meeting the credit needs of its community.

This document is an evaluation of the CRA performance of **Lisle Savings Bank, Lisle, Illinois**, prepared by the **Federal Deposit Insurance Corporation**, the institution's supervisory agency, as of **April 2, 2012**. The agency rates the CRA performance of an institution consistent with the provisions set forth in Appendix A to 12 CFR Part 345.

INSTITUTION RATING

INSTITUTION'S CRA RATING: This institution is rated Satisfactory.

The Lending Test is rated: **Satisfactory**

The Community Development Test is rated: **Satisfactory**

An institution in this group has a satisfactory record of helping to meet the credit needs of its assessment area, including low- and moderate-income neighborhoods, in a manner consistent with its resources and capabilities. The following summarizes the institution's performance.

- The loan-to-deposit ratio is reasonable given the institution's size, financial condition, and assessment area credit needs.
- A majority of the institution's loans are within the designated assessment area.
- Overall, the distribution of borrowers reflects, given the demographics of the assessment area, reasonable penetration among individuals of different income levels (including low- and moderate-income).
- Overall, the geographic distribution of loans reflects a reasonable dispersion throughout the assessment area.
- The bank has not received any complaints about its performance in meeting assessment area credit needs.
- The institution's community development performance demonstrates adequate responsiveness to community development needs in its assessment area through community development loans, qualified investments, and community development services, as appropriate, considering the institution's capacity and the need and availability for such opportunities for community development in the institution's assessment area.

Table D -Home Mortgage Loans by Income Category of the Geography							
Tract Income Level	% of Owner-Occupied Units*	Aggregate Performance**		#	%	\$(000s)	%
		(#)	(\$)				
Low							
2010	<1%	0%	0%	0	0%	\$0	0%
2011				0	0%	\$0	0%
Moderate							
2010	4%	2%	1%	0	0%	\$0	0%
2011				0	0%	\$0	0%
Middle							
2010	39%	27%	22%	18	24%	\$2,406	19%
2011				15	26%	\$1,796	18%
Upper							
2010	57%	71%	77%	56	76%	\$10,299	81%
2011				43	74%	\$8,004	82%
Totals							
2010	100%	100%	100%	74	100%	\$12,705	100%
2011		0%	0%	58	100%	\$9,800	100%

Source: Bank HMDA LAR data (2010 & 2011); *2000 U.S. Census; ** HMDA Aggregate Peer Data (2010);

*** Total percentage may not add up to be 100 due to rounding.

CONCLUSIONS WITH RESPECT TO COMMUNITY DEVELOPMENT

Community development initiatives for lending, investments, and services were evaluated in accordance with the Intermediate Small Institution examination procedures. Overall, Lisle Savings Bank's performance demonstrates adequate responsiveness to the community development needs of the assessment area, considering the institution's capacity and the need for community development initiatives within the institution's assessment area.

Information from recent community contacts in the assessment area identified that there is a need for affordable housing in the assessment area, financial literacy education, foreclosure prevention, as well programs to help individuals reestablish credit after foreclosure or periods of unemployment.

Community Development Lending

Since the last evaluation dated February 23, 2009, Lisle Savings Bank originated 2 community development loans totaling \$2 million. As noted in Table F, Lisle Saving's Bank's community development lending is identified by year of origination and loan purpose, and is attributable to qualified loans that provided financing for small businesses. This volume represents .74 percent of the net loans in the bank's portfolio as of December 31, 2011.

Table F - Community Development Loans						
Loan Purpose	2010		2011		2012	
	#	\$ (000s)	#	\$ (000s)	#	\$ (000s)
Affordable Housing						
Community Services for Low- or Moderate-Income						
Economic Development by Financing Small Businesses	0		1	\$2,000	1	\$5
Revitalization/Stabilization of Low or Moderate Income Tracts						
TOTAL	0	\$0	1	\$2,000	1	\$5

Source: Bank Records

In 2011, Lisle Savings Bank became a Capital Member of the Solomon Hess SBA Loan Fund LLC, a CDFI Fund certified Community Development Entity, with a total investment of \$2 million, allocated to eligible businesses in the bank's assessment area. The Fund's mission is to promote economic development by supporting permanent job creation, retention, and/or improvement in low-or moderate-income geographies or in areas targeted for redevelopment by Federal, state, local or tribal governments, or by supporting permanent job creation, retention, and/or improvement for persons who are currently low-or moderate-income. The Fund's support is in the form of an expanded secondary market for Community Development Loan financing provided to businesses and farms that meet the SBA 7(a) Program eligibility standards.

Community Development Investments

Table G on the following page details the bank's community development investments. Lisle Saving Bank invested in 10 mortgage-backed securities totaling \$14.3 million that funded traditional mortgage loans for low- and moderate-income families in the assessment area during the review period. The bank also opened or renewed 19 certificates of deposit totaling \$3.6 million at 11 qualified minority depository institutions (MDI's). The funds from these deposits are converted into developmental loans used to improve low-and moderate-income neighborhoods, finance small businesses, and support non-profit organizations serving low- and moderate-income individuals.

Additionally, the bank made 43 qualified donations, totaling \$43 thousand, to organizations that provide community development services in the assessment area. Although, the investments are not considered complex, they exhibit an adequate responsiveness to the credit needs of the assessment area.

Lastly, current period investment volume represents 10.88 percent of the bank's total investments and 19.71 percent of total equity capital.