

November 17, 2022

MEMORANDUM TO:	Correspondence File			
FROM:	b8 Case Manager (CM)			
SUBJECT:	b4,b8 Crypto Update			
CM b8 requested this medians to offer in early 2023. P b4,b8, and COO b4,b8 There has been no progress sing and were uneasy about progress b4,b8 also noted that the F pause. I stated that we (FDIC) interested institutions. I noted diligence process, which allow the bank to operate in a safe, s potential risks are identified, e	resident /CEO b4,b8 met with CM b8 mee our September meeting ssing with the proposed september has not previously in do not have a position of that the FDIC is privy to vs us to offer useful perspendent, and profitable manifolds.	yia Microsoft Tea g. Management sha ervice in light of rec quired about other p in the topic, but rath a number of banks ective. I stated our ner. I added that we	ams on November ared that they mand that they mand the area going the goals are the same can be a resource.	er 17, 2022. et this morning uptcy news. CEC, which gives him resource for arough the due me; that we want ree to help ensure
and/or reduce risk to the bank. Management reiterated that the				
help the bank remain competit application programming inter what the bank's options are as Management noted they have revisit it at a later time. COO	rface is still stalled. She per management and the Board proximately have months	lans to reach out to ard are considering to take action, if th	b4,b8 stated to b4,b8 in the nearting the action elect to pause	that b4,b8 ear-term to see wity all together. e the project and

Based on the lack of progress and management's plan to, at a minimum, pause the project, KCRO will hold-off on sending a crypto request list.

I mentioned that if management elects to move forward with the crypto facilitation service that the FDIC will

send a request list prior to implementation, noting that the request list is a good tool to ensure due diligence,

risk assessments, policies and procedures, controls, and disclosures are effective.