FEDERAL DEPOSIT INSURANCE CORPORATION

WASHINGTON, D.C.

In the Matter of Lawrence D. Johnson, an institution-affiliated party of The Farmers Bank Carnegie, Oklahoma (Insured State Nonmember Bank) Respondent's NMLS UI# N/A	)	ORDER OF PROHIBITION FROM FURTHER PARTICIPATION FDIC-22-0146e

Lawrence D. Johnson (Respondent) was advised of the right to receive a Notice of Intention to Prohibit from Further Participation (Notice) detailing Respondent's unsafe or unsound banking practices, breaches of fiduciary duties, and violations of law or regulation for which an Order of Prohibition from Further Participation (Prohibition Order) may be issued under 12 U.S.C. § 1818(e).

Respondent was further advised of the right to a hearing on the Notice under 12 U.S.C. § 1818(e) and 12 C.F.R. Part 308, subparts A & B. Respondent waived certain rights under those provisions and consented to the issuance of the Prohibition Order by entering into a Stipulation and Consent to the Issuance of an Order of Prohibition from Further Participation, dated December 6, 2022, (Consent Agreement) with a representative of the Federal Deposit Insurance Corporation's (FDIC) Legal Division.

The FDIC determined and Respondent neither admits nor denies the following:

1. Respondent engaged in unsafe or unsound practices and breached his fiduciary

duty of care by failing to prudently or diligently carry out his oversight responsibilities as a director of The Farmers Bank, Carnegie, Oklahoma (Bank). This included ignoring a Bank officer's misuse of Bank funds, resulting in numerous overdrafts of the Bank's operating account and, in turn, causing the Bank to incur financial losses. Additionally, Respondent engaged in actions that violated the Federal Reserve Board's Regulation O. Specifically, Respondent facilitated and accepted loans from the Bank that were on better than market terms and without required pre-approvals. Respondent's acts and omissions occurred between January 2018 and August 2018.

2. As described in paragraph 1, Respondent violated regulations, engaged or participated in unsafe or unsound practices in connection with the Bank, and breached fiduciary duties owed to the Bank.

3. Respondent's violations, practices, and breaches caused the Bank to suffer financial loss, and Respondent received financial gain or other benefit.

4. Respondent's violations, practices, and breaches demonstrated Respondent's willful and continuing disregard for the safety or soundness of the Bank.

The FDIC accepts the Consent Agreement and issues the following:

ORDER OF PROHIBITION FROM FURTHER PARTICIPATION

5. Lawrence D. Johnson is prohibited from:

a. participating in any manner in the conduct of the affairs of any financial institution or organization listed in 12 U.S.C. § 1818(e)(7)(A);

b. soliciting, procuring, transferring, attempting to transfer, voting, or attempting to vote any proxy, consent, or authorization with respect to any voting rights in any financial institution enumerated in 12 U.S.C. § 1818(e)(7)(A);

c. violating any voting agreement previously approved by the appropriate Federal banking agency; and

d. voting for a director or serving or acting as an institution-affiliated party.

6. Notwithstanding the prohibitions in paragraph 5, Respondent may, with the FDIC's prior written consent, divest personally held shares of Bank stock by selling such shares or engaging in any transactions necessary to complete the sale, merger, or liquidation of the Bank.

7. The Prohibition Order is effective upon issuance and will remain effective and enforceable until the FDIC, and any "appropriate Federal financial institutions regulatory agency," defined at 12 U.S.C. § 1818(e)(7)(D), decide in writing to modify, terminate, suspend, or set aside the Order under 12 U.S.C. § 1818(e)(7)(B).

8. The Prohibition Order is enforceable under 12 U.S.C. § 1818(i), and any violation of the Prohibition Order may result in additional penalties under 12 U.S.C. § 1818(j).

9. The Prohibition Order does not waive any right, power, or authority of the United States; federal, state, or local agencies; or the FDIC as Receiver.

Issued under delegated authority.

Dated: January 5, 2023

/s/

Patricia A. Colohan
Associate Director
Division of Risk Management Supervision