



# NEWS RELEASE

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## FDIC APPROVES ASSUMPTION OF DEPOSITS OF FIRST NATIONAL BANK OF CORPUS CHRISTI, CORPUS CHRISTI, TEXAS

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and secured liabilities of First National Bank of Corpus Christi, Corpus Christi, Texas, by First City, Texas - Corpus Christi, Corpus Christi, Texas. The failed bank's eight offices will reopen on Friday, August 10, 1990, as branches of First City, Texas - Corpus Christi, and its depositors automatically will become depositors of the assuming bank.

First National Bank of Corpus Christi, with total assets of about \$127.9 million, was closed on Thursday, August 9, 1990, by the Office of the Comptroller of the Currency, and the FDIC was named receiver.

First City, Texas - Corpus Christi will assume about \$120.8 million in 19,300 deposit accounts and will pay the FDIC a purchase premium of \$2,514,000. It also will purchase approximately \$90.0 million of the failed bank's assets, including \$11.9 million of the bank's small loans.

To facilitate the transaction the FDIC will advance \$31.9 million to the assuming bank and will retain assets of the failed bank with a book value of \$37.9 million.

The Board of Directors approved the deposit assumption under its authority to do so whenever it determines that such a transaction will reduce the potential loss to the FDIC. The FDIC will recover a portion of its outlay through the liquidation of assets not transferred to the assuming bank.

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