



NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-180-90 (9-13-90)

FDIC APPROVES ASSUMPTION OF DEPOSITS OF CITIZENS BANK, CLARKSVILLE, TEXAS

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and secured liabilities of Citizens Bank, Clarksville, Texas, by State Bank of De Kalb, De Kalb, Texas.

The failed bank's sole office will reopen on Friday, September 14, 1990, as a branch of State Bank of De Kalb, and its depositors automatically will become depositors of the assuming bank.

Citizens Bank, with total assets of \$16.5 million, was closed on Thursday, September 12, 1990, by Kenneth W. Littlefield, Banking Commissioner, and the FDIC was named receiver.

State Bank of De Kalb will assume about \$16.2 million in 2,600 deposit accounts and will purchase approximately \$14.8 million of the failed bank's assets at a discount of \$1,989,000.

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 transaction will result in a lower cost to the FDIC than if the assets were held and liquidated in receivership. Additionally, because the assets and deposits will be administered by State Bank of De Kalb, the failed bank's customers will have the benefit of continuous uninterrupted service.

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