



NEWS RELEASE

FOR IMMEDIATE RELEASE

FR-223-90 (11-29-90)

FDIC APPROVES ASSUMPTION OF DEPOSITS OF BANK OF ARLINGTON, ARLINGTON, TEXAS

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and secured liabilities of Bank of Arlington, Arlington, Texas, by Bank One, Texas, National Association, Dallas, Texas. The failed bank's sole office will reopen on Friday, November 30, 1990, as a branch of Bank One, Texas, National Association, and its depositors automatically will become depositors of the assuming bank.

Bank of Arlington, with total assets of about \$67.1 million, was closed on Thursday, November 29, 1990, by Kenneth W. Littlefield, Texas Banking Commissioner, and the FDIC was named receiver.

Bank One, Texas, National Association will assume about \$61.7 million in 12,600 deposit accounts and will pay the FDIC a purchase premium of \$2,235,000. It also will purchase approximately \$42.5 million of the failed bank's assets, including \$4.3 million of the bank's installment and commercial loans.

To facilitate the transaction the FDIC will advance \$17.0 million to the assuming bank and will retain assets of the failed bank with a book value of \$24.6 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. In this respect, the FDIC notes that its claim will have priority over the claims of nondepositor creditors and shareholders of the closed bank.

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