



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC TRANSFERS INSURED DEPOSITS OF COMMUNITY BANK, NATIONAL ASSOCIATION, DECKER PRAIRIE, TEXAS

The Board of Directors of the Federal Deposit Insurance Corporation has approved the transfer of insured deposits of Community Bank, National Association, Decker Prairie, Texas, to Tomball National Bank, Tomball, Texas. The failed bank's sole office will reopen on Friday, January 27, 1989, as a branch of Tomball National Bank.

The Board of Directors decided to arrange an insured deposit transfer because of an inability to determine the value of the assets or the extent of the liabilities of the bank.

Community Bank, National Association, with total assets of \$8.5 million, was closed on Thursday, January 26, 1989, by Kevin Blakely, Deputy Comptroller of the Currency, and the FDIC was named receiver.

At the time the bank closed, its deposits totaled about \$7.7 million in 2,000 deposit accounts. Nondepositor creditors will share proportionately with the FDIC in the proceeds realized from the liquidation of the failed bank's assets.

Deposits in the failed bank up to the statutory insurance limit of \$100,000 will be available to their owners on Friday, January 27, 1989. In the interim, checks drawn on the failed bank's accounts, up to the insurance limit, will continue to be honored.

Insured depositors in the failed bank can automatically continue to conduct their banking transactions with the acquiring bank. However, they should visit the acquiring bank during the next several weeks to discuss the continuation of their banking relationship.

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Administration of the transferred insured deposits will be funded by an equivalent cash payment from the FDIC. The acquiring bank is paying the FDIC a premium of \$20,000 for the right to receive the transferred deposits, and will initially purchase assets of the failed bank for approximately \$800,000 and have options to purchase loans and other assets. The FDIC will retain assets of the failed bank with a book value of about \$7.8 million.

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