



## NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-90-89 (4-27-89)

### FDIC APPROVES DEPOSIT ASSUMPTION OF SEMINOLE NATIONAL BANK, HOLLYWOOD, FLORIDA

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and other liabilities of Seminole National Bank, Hollywood, Florida, by Family Bank of Hallandale, Hallandale, Florida.

The failed bank's sole office will reopen on Friday, April 28, 1989, as a branch of Family Bank of Hallandale and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

Seminole National Bank, with total assets of \$7.8 million, was closed on Thursday, April 27, 1989, by Robert J. Herrmann, Senior Deputy Comptroller of the Currency, and the FDIC was named receiver.

Family Bank of Hallandale will assume about \$7.8 million in 7,800 deposit accounts and will purchase approximately \$7.3 million of the failed bank's assets at a discount of \$760,000. The FDIC will retain assets of the failed bank with a book value of about \$500,000.

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 Family Bank of Hallandale, the failed bank's customers will have the benefit of continuous uninterrupted service.

###