



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC APPROVES DEPOSIT ASSUMPTION OF LEWIS COUNTY SAVINGS AND LOAN COMPANY, WESTON, WEST VIRGINIA

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposit liabilities of Lewis County Savings and Loan Company, Weston, West Virginia, by Community Bank & Trust, National Association, Fairmont, West Virginia.

The failed bank's sole office will reopen on Monday, May 15, 1989, as a branch of Community Bank & Trust, National Association, and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

Lewis County Savings and Loan Company, with total assets of \$4.1 million, was closed on Friday, May 12, 1989, by James H. Paige, III, West Virginia Commissioner of Banking, and the FDIC was named receiver. This institution was chartered as an industrial loan company in 1961 and converted to an FDIC-insured industrial loan company on April 1, 1986.

Community Bank & Trust, National Association, will assume about \$4.0 million in 669 deposit accounts and has agreed to pay the FDIC a purchase premium of \$203,500. It also will purchase certain of the failed bank's assets for \$1.6 million and will have options to purchase loans and other assets. To facilitate the transaction, the FDIC will advance about \$2.2 million to the assuming bank and will retain assets of the failed bank with a book value of about \$2.5 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.

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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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