



NEWS RELEASE

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FDIC IS NAMED MANAGING AGENT OF FOUR ADDITIONAL SAVINGS AND LOAN INSTITUTIONS

The Federal Deposit Insurance Corporation (FDIC) was named managing agent by the Federal Savings and Loan Insurance Corporation (FSLIC) for four additional savings and loan institutions under the joint regulatory oversight program announced by President George Bush in February. The institutions are located in Texas, Oklahoma and Indiana. A total of 237 savings and loans in 33 states are now enrolled in the program.

The four insolvent institutions were placed in receivership and issued new federal charters by the Federal Home Loan Bank Board before being entered into the joint regulatory oversight program. They are: Pioneer Federal Savings and Loan Association, Plymouth, Indiana; Cornerstone Savings Association, Houston, and First Federal Savings and Loan Association, Waco, both in Texas; and Cross Roads Savings and Loan Association, Checotah, Oklahoma. All deposits, offices and certain liabilities of these institutions were transferred to the four newly chartered federal mutual associations. Their new names are, respectively: Pioneer Savings, F.A., Cornerstone Federal Savings Association, First Savings and Loan Association, F.A. and Cross Roads Savings and Loan Association, F.A.

The Bank Board said today's action was taken to conserve the associations' assets. The four new institutions did not assume any obligations to stockholders or subordinated debtholders of the insolvent thrifts.

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The joint regulatory oversight teams headed up by the FDIC also include staff from the Federal Home Loan Bank Board, the Federal Savings and Loan Insurance Corporation, the Office of the Comptroller of the Currency and the Federal Reserve System.

As with the 233 institutions previously enrolled in the program, the teams will work to minimize operating losses, limit growth and ensure that operations are conducted in a safe and sound manner. As managing agent for the thrifts in the joint regulatory program, the FDIC works to conserve assets and preserve banking services to deposit and loan customers until Congress approves funding to structure a permanent resolution to the institutions' problems.

Statistics related to the savings and loan institutions involved in today's actions are shown in the following table.

<u>Name and Location</u>	<u>Assets</u> (millions)	<u>Deposits</u>	<u>Deposit Accounts</u>
Pioneer FS&LA, Plymouth, Indiana	\$ 82	\$ 92	14,438
Cross Roads S&LA, Checotah, Oklahoma	27	16	536
Cornerstone SA, Houston, Texas	98	89	1,688
First Federal FS&LA, Waco, Texas	404	412	48,546

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