



NEWS RELEASE

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FDIC IS NAMED MANAGING AGENT OF SEVEN 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 seven additional savings and loan institutions under the joint regulatory oversight program announced by President George Bush in February. The institutions are located in California, Florida, Illinois, Louisiana, New Mexico and Tennessee. A total of 244 savings and loans in 33 states are now enrolled in the program.

Six of the 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: Sierra Federal Savings and Loan Association, Beverly Hills, California; American Interstate Savings, a Federal Savings and Loan Association, Los Angeles, California; Commonwealth Savings and Loan Association of Florida, Margate, Florida; Peoples Bank for Savings, Streator, Illinois; Parrish Federal Savings Bank, Denham Springs, Louisiana; and New Mexico Federal Savings and Loan Association, Albuquerque, New Mexico.

All deposits, offices and certain liabilities of these institutions were transferred to the four newly chartered federal mutual associations. Their new names are, respectively: Clover Federal Savings and Loan Association; American Interstate Savings Association, F.A.; Commonwealth Federal Savings and Loan Association; Peoples Savings and Loan Association, F.A.; Parrish Federal Savings and Loan Association; and New Mexico Federal Savings Association. In addition, the Bank Board named the FDIC conservator of Home

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Federal Savings and Loan Association of Memphis, Memphis, Tennessee.

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

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 237 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</u> <u>Accounts</u>
Sierra FS&LA, Beverly Hills, CA	\$ 49	\$ 43	1,304
American Interstate Savings, a FS&LA, Los Angeles, CA	27	26	364
Commonwealth S&LA, Margate, FL	1,676	1,295	70,341
Peoples Bank for Savings, Streator, IL	53	42	3,033
Parish FS&LA, Denham Springs, LA	15	14	2,704
New Mexico FS&LA, Albuquerque, NM	253	193	22,184
Home FS&LA of Memphis, Memphis, TN	218	163	12,642

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