



## NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-204-89 (October 20, 1989)

FDIC APPROVES ASSUMPTION OF DEPOSITS OF THREE BANK  
SUBSIDIARIES OF CONSOLIDATED BANCORP, INC., WACO, TEXAS,  
BY FIRST CITY, TEXAS - BRYAN, NATIONAL ASSOCIATION, BRYAN, TEXAS

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and secured liabilities of three bank subsidiaries of Consolidated Bancorp, Inc., Waco, Texas, by First City, Texas - Bryan, National Association, Bryan, Texas.

The three banks are: First Consolidated Bank - Ferris, Ferris, Texas; First Consolidated Bank - Pleasant Run, at I-35, National Association, Lancaster, Texas; and First Consolidated Bank - Rosebud, National Association, Rosebud, Texas.

Separately, the FDIC announced the assumption of the deposits and secured liabilities of two other bank subsidiaries of Consolidated Bancorp, Inc.

The sole office of First Consolidated Bank - Ferris, Ferris, Texas, will reopen on Monday, October 23, 1989, as a branch of First City, Texas - Bryan, National Association and its depositors automatically will become depositors of the assuming bank.

First Consolidated Bank - Ferris, with total assets of \$11.8 million, was closed on Friday, October 20, 1989, by Kenneth W. Littlefield, Texas Banking Commissioner, and the FDIC was named receiver.

First City, Texas - Bryan, National Association, will assume about \$10.9 million in 2,700 deposit accounts and has agreed to pay the FDIC a purchase premium of \$5,000. It also will initially purchase approximately

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\$2.4 million of the failed bank's assets and will have options to purchase loans and other assets. To facilitate the transaction, the FDIC will advance about \$8.4 million to the assuming bank and will retain assets of the failed bank with a book value of about \$9.4 million.

The two offices of First Consolidated Bank - Pleasant Run, at I-35, National Association, Lancaster, Texas, will reopen on Saturday, October 21, 1989, as branches of First City, Texas - Bryan, National Association, and their depositors automatically will become depositors of the assuming bank.

First Consolidated Bank - Pleasant Run, at I-35, National Association, with total assets of \$19.5 million, was closed on Friday, October 20, 1989, by Robert J. Herrmann, Senior Deputy Comptroller of the Currency, and the FDIC was named receiver.

First City, Texas - Bryan, National Association, will assume about \$19.3 million in 3,300 deposit accounts and has agreed to pay the FDIC a purchase premium of \$105,000. It also will initially purchase approximately \$2.6 million of the failed bank's assets and will have options to purchase loans and other assets. To facilitate the transaction, the FDIC will advance about \$16.5 million to the assuming bank and will retain assets of the failed bank with a book value of about \$16.9 million.

The sole office of First Consolidated Bank - Rosebud, National Association, Rosebud, Texas, will reopen on Monday, October 23, 1989, as a branch of First City, Texas - Bryan, National Association, and its depositors automatically will become depositors of the assuming bank.

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First Consolidated Bank - Rosebud, National Association, with total assets of \$16.2 million, was closed on Friday, October 20, 1989, by Robert J. Herrmann, Senior Deputy Comptroller of the Currency, and the FDIC was named receiver.

First City, Texas - Bryan, National Association, will assume about \$14.9 million in 2,900 deposit accounts and has agreed to pay the FDIC a purchase premium of \$5,000. It also will initially purchase approximately \$1.5 million of the failed bank's assets and will have options to purchase loans and other assets. To facilitate the transaction, the FDIC will advance about \$13.4 million to the assuming bank and will retain assets of the failed bank with a book value of about \$14.7 million.

The Board of Directors approved the three deposit assumptions under its authority to do so whenever it determines that such a transaction will reduce the potential loss to the FDIC.

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 banks.

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