



## NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-217-89 (11-9-89)

### FDIC APPROVES ASSUMPTION OF DEPOSITS OF CITY NATIONAL BANK OF PLANO, PLANO, TEXAS

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and secured liabilities of City National Bank of Plano, Plano, Texas, by Compass Bank - Plano, Plano, Texas, a newly-chartered state bank.

The failed bank's sole office will reopen on Monday, November 13, 1989, as a subsidiary of Central Bancshares of the South, Inc., Birmingham, Alabama, and its depositors automatically will become depositors of Compass Bank - Plano.

City National Bank of Plano, with total assets of \$64.5 million, was closed on Thursday, November 9, 1989, by Fred D. Finke, Director of Special Supervision Division, Comptroller of the Currency, and the FDIC was named receiver.

Compass Bank - Plano will assume about \$72.5 million in 10,500 deposit accounts and will purchase approximately \$51.5 million of the failed bank's assets at a discount of \$14,256,000.

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 Compass Bank - Plano, the failed bank's customers will have the benefit of continuous uninterrupted service.

###