



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC APPROVES ASSUMPTION OF DEPOSITS OF NORTH SIDE STATE BANK, TULSA, OKLAHOMA

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and fully secured liabilities of North Side State Bank, Tulsa, Oklahoma, by Bank of Tulsa, Tulsa, Oklahoma. The failed bank's sole office will reopen on Friday, December 15, 1989, as a branch of Bank of Tulsa, and its depositors automatically will become depositors of the assuming bank.

North Side State Bank, with total assets of about \$21.6 million, was closed on Thursday, December 14, 1989, by Wayne H. Osborn, Oklahoma Bank Commissioner, and the FDIC was named receiver.

Bank of Tulsa will assume about \$20.4 million in 1,400 deposit accounts and will pay the FDIC a purchase premium of \$280,000. It also will purchase approximately \$16.2 million of the failed bank's assets, including \$1.3 million of the bank's small loans.

To facilitate the transaction the FDIC will advance \$4.3 million to the assuming bank and will retain assets of the failed bank with a book value of \$5.4 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.

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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