



NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-168-87 (9-17-87)

FDIC APPROVES DEPOSIT ASSUMPTION OF MUSTANG NATIONAL BANK, MUSTANG, OKLAHOMA

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and fully secured liabilities of Mustang National Bank, Mustang, Oklahoma, by The First National Bank of Moore, Moore, Oklahoma.

The failed bank's sole office will reopen on Friday, September 18, 1987, as a branch of The First National Bank of Moore and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

Mustang National Bank, with total assets of about \$11.5 million, was closed on Thursday, September 17, 1987, by Robert J. Herrmann, Senior Deputy Comptroller of the Currency, and the FDIC was named receiver.

The First National Bank of Moore will assume about \$10.8 million in 2,900 deposit accounts and will purchase all of the failed bank's assets at a discount of \$3.1 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 transaction will result in a substantially 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 The First National Bank of Moore, the failed bank's customers will have the benefit of continuous, uninterrupted service.

###