



NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-192-87 (10-21-87)

FDIC APPROVES DEPOSIT ASSUMPTION OF PIONEER BANK OF FOUNTAIN, FOUNTAIN, COLORADO

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and fully secured liabilities of Pioneer Bank of Fountain, Fountain, Colorado, by Green Mountain Bank, Lakewood, Colorado.

The failed bank's sole office will reopen on Thursday, October 22, 1987, as a branch of Green Mountain Bank and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

Pioneer Bank of Fountain, with total assets of about \$11.0 million, was closed on Wednesday, October 21, 1987, by Richard B. Doby, Colorado State Bank Commissioner, and the FDIC was named receiver.

Green Mountain Bank will assume about \$10.4 million in 3,600 deposit accounts and will purchase \$10.6 million of the failed bank's assets at a discount of \$1,065,000.

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 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 Green Mountain Bank, the failed bank's customers will have the benefit of continuous, uninterrupted service.

###