



## NEWS RELEASE

FOR IMMEDIATE RELEASE

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### FDIC APPROVES DEPOSIT ASSUMPTION OF FIRST NATIONAL BANK OF PORT ALLEN, PORT ALLEN, LOUISIANA

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and fully secured liabilities of First National Bank of Port Allen, Port Allen, Louisiana, by Iberville Trust and Savings Bank, Plaquemine, Louisiana.

The failed bank's two offices will reopen on Friday, March 18, 1988, as branches of Iberville Trust and Savings Bank and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

First National Bank of Port Allen, with total assets of about \$19.1 million, was closed on Thursday, March 17, 1988, by Judith A. Walter, Senior Deputy Comptroller of the Currency for Administration, and the FDIC was named receiver.

Iberville Trust and Savings Bank will assume about \$17.6 million in 2,600 deposit accounts and will purchase all of the failed bank's assets at a discount of \$3.5 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 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 Iberville Trust and Savings Bank, the failed bank's customers will have the benefit of continuous, uninterrupted service.

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