



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC APPROVES DEPOSIT ASSUMPTION OF UNION BANK AND TRUST COMPANY, OKLAHOMA CITY, OKLAHOMA

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and fully secured liabilities of Union Bank and Trust Company, Oklahoma City, Oklahoma, by a newly-chartered bank which will retain the name of the failed bank. The principal shareholder of the new bank is E. M. Bakwin, a Chicago banker and Chairman of the Board of Mid-Citgo, Inc., a Chicago-based multi-bank holding company.

Although the failed bank's two offices will reopen Friday, April 1, 1988, as Union Bank and Trust Company, the bank's drive-up windows will reopen Thursday, March 31, 1988, shortly after closing. Depositors of the failed bank automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

The failed bank, with total assets of about \$173.1 million, was closed on Thursday, March 31, 1988, by Wayne H. Osborn, Oklahoma Bank Commissioner, and the FDIC was named receiver.

The new Union Bank and Trust Company will assume about \$167.5 million in 26,000 deposit accounts and will purchase approximately \$162.7 million of the failed bank's assets at a discount of \$13.8 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 the new Union Bank and Trust Company, the failed bank's customers will have the benefit of continuous, uninterrupted service.

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