



## NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-70-88 (4-7-88)

### FDIC APPROVES DEPOSIT ASSUMPTION OF CENTRAL NATIONAL BANK, DALLAS, TEXAS

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and fully secured liabilities of Central National Bank, Dallas, Texas, by Deposit Guaranty Bank, Dallas, Texas.

The failed bank's sole office will reopen on Friday, April 8, 1988, as a branch of Deposit Guaranty Bank and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

Central National Bank, with total assets of about \$15.4 million, was closed on Thursday, April 7, 1988, by Robert J. Herrmann, Senior Deputy Comptroller of the Currency, and the FDIC was named receiver.

Deposit Guaranty Bank will assume about \$15.8 million in 2,400 deposit accounts and will purchase approximately \$9.7 million of the failed bank's assets, including \$1 million of the bank's small loans, at a discount of \$278,500.

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 shareholders of the closed bank.

###