



NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-75-88 (4-14-88)

FDIC APPROVES DEPOSIT ASSUMPTION OF JENNINGS BANK, JENNINGS, KANSAS

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and fully secured liabilities of Jennings Bank, Jennings, Kansas, by Bank of Oberlin, Oberlin, Kansas.

The failed bank's sole office will reopen on Friday, April 15, 1988, as a branch of Bank of Oberlin and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

Jennings Bank, with total assets of about \$6.9 million, was closed on Thursday, April 14, 1988, by W. Newton Male, Kansas Bank Commissioner, and the FDIC was named receiver.

Bank of Oberlin will assume about \$6.8 million in 1,600 deposit accounts and will purchase all of the failed bank's assets at a discount of \$554,000.

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

###