



## NEWS RELEASE

FOR IMMEDIATE RELEASE

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### FDIC APPROVES DEPOSIT ASSUMPTION OF THE VILLAGE BANK, GREAT FALLS, MONTANA

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and fully secured liabilities of The Village Bank, Great Falls, Montana, by The Village Bank of Great Falls, a newly-chartered subsidiary of Shelby Investments, Inc., Great Falls, Montana.

The failed bank's sole office will reopen on Monday, April 25, 1988, as The Village Bank of Great Falls and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

The Village Bank, with total assets of about \$23.6 million, was closed on Friday, April 22, 1988, by Fred J. Flanders, Montana Commissioner of Financial Institutions, and the FDIC was named receiver.

The Village Bank of Great Falls will assume about \$22.1 million in 4,500 deposit accounts and will purchase \$21.3 million of the failed bank's assets at a discount of \$447,000.

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 The Village Bank of Great Falls, the failed bank's customers will have the benefit of continuous, uninterrupted service.

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