



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC APPROVES DEPOSIT ASSUMPTION OF OAK PARK BANK, OAK PARK HEIGHTS, MINNESOTA

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and fully secured liabilities of Oak Park Bank, Oak Park Heights, Minnesota, by The St. Croix Valley Bank, Oak Park Heights, Minnesota, a newly-chartered subsidiary of The St. Croix Valley Bankshares, Inc., Bloomington, Minnesota.

The failed bank's sole office will reopen Monday, May 2, 1988, as The St. Croix Valley Bank and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

Oak Park Bank, with total assets of about \$14.1 million, was closed on Friday, April 29, 1988, by Michael A. Hatch, Minnesota Commissioner of Commerce, and the FDIC was named receiver.

The St. Croix Valley Bank will assume about \$15.3 million in 2,500 deposit accounts and will purchase all of the failed bank's assets at a discount of \$3,348,000.

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

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