



## NEWS RELEASE

FOR IMMEDIATE RELEASE

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### FDIC APPROVES DEPOSIT ASSUMPTION OF SECURITY BANK OF AURORA, AURORA, COLORADO

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and fully secured liabilities of Security Bank of Aurora, Aurora, Colorado, by Security Bank of Colorado, Aurora, Colorado, a newly-chartered subsidiary of First United Bancorporation, Inc., Aurora, Colorado.

The failed bank's sole office will reopen on Friday, June 3, 1988, as Security Bank of Colorado and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

Security Bank of Aurora, with total assets of about \$10.7 million, was closed on Thursday, June 2, 1988, by the Colorado State Banking Board. Security Bank of Aurora is affiliated with Security Bank of Boulder, Boulder, Colorado, which also closed today. The FDIC was named receiver of both banks.

Security Bank of Colorado will assume about \$10.2 million in 5,800 deposit accounts and will purchase all of the failed bank's assets at a discount of \$1,025,000.

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

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