



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC APPROVES DEPOSIT ASSUMPTION OF CENTURY NATIONAL BANK, AUSTIN, TEXAS

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and fully secured liabilities of Century National Bank, Austin, Texas, by Community National Bank, Austin, Texas.

The failed bank's sole office will reopen on Friday, June 17, 1988, as a branch of Community National Bank and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

Century National Bank, with total assets of about \$56.5 million, was closed on Thursday, June 16, 1988, by Robert J. Herrmann, Senior Deputy Comptroller of the Currency, and the FDIC was named receiver.

Community National Bank will assume about \$56.6 million in 5,600 deposit accounts and will purchase \$42.4 million of the failed bank's assets, including \$864,000 of the bank's small loans at a discount of \$119,325.

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

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