



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC GRANTS ASSISTANCE TO PREVENT FAILURE OF SECURITY STATE BANK, CASEY, IOWA

The Board of Directors of the Federal Deposit Insurance Corporation today announced it has granted financial assistance under Section 13(c) of the Federal Deposit Insurance Act to Security State Bank, Casey, Iowa. The transaction was effective August 9, 1988.

Concurrent with the granting of FDIC assistance, Security State Bank has been acquired by Central West Bancorporation, Casey, Iowa, a newly-formed one-bank holding company. The holding company has contributed \$1,050,000 to the bank's capital structure.

These actions have strengthened and recapitalized the bank and will ensure uninterrupted service to its customers. The bank, which operates one office in Casey, Iowa, and one in Menlo, Iowa, has assets of about \$16.8 million.

The FDIC's financial assistance consists of a cash infusion of \$900,000. The key feature of the assistance program is that the FDIC assumes none of the bank's assets and will have no further obligation. Further, the FDIC will share in collections on a designated pool of the bank's assets. The FDIC anticipates that this transaction will be less costly to the FDIC than alternative methods of addressing the bank's problems.

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