



NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-157-88 (8-18-88)

FDIC APPROVES DEPOSIT ASSUMPTION OF CITIZENS STATE BANK, MAUD, OKLAHOMA

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and fully secured liabilities of Citizens State Bank, Maud, Oklahoma, by The Bank, National Association, McAlester, Oklahoma.

The failed bank's sole office will reopen on Friday, August 19, 1988, as a branch of The Bank, National Association and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

Citizens State Bank, with total assets of about \$10.6 million, was closed on Thursday, August 18, 1988, by Wayne H. Osborn, Oklahoma Bank Commissioner, and the FDIC was named receiver.

The Bank, National Association will assume about \$10.3 million in 3,700 deposit accounts and will purchase approximately \$2.1 million of the failed bank's assets, including \$525,000 of the bank's small loans and fixed assets at a discount of \$6,000.

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 FDIC will recover a portion of its outlay through the liquidation of assets not transferred to the assuming bank. In this respect, the FDIC notes that its claim will have priority over the claims of nondepositor creditors and shareholders of the closed bank.

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