



NEWS RELEASE

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NEW FDIC JOURNAL DISCUSSES BANK FAILURE COSTS, INTEREST RATE RISK

The procedures and formula used by the Federal Deposit Insurance Corporation to determine the cost of failure resolution transactions for commercial banks are fully explained in a new quarterly publication, the FDIC Banking Review.

In addition to the article "Resolution Costs of Bank Failures," the first edition of the FDIC Banking Review explores methods for measuring the interest rate exposure of financial intermediaries and discusses the limitations confronting regulators and others attempting to assess interest rate risk in the financial system.

Articles published in this first edition of the FDIC Banking Review were authored by FDIC analysts who are responsible for evaluating regulatory and economic issues that may play a role in the day-to-day supervision of the banking industry. The focus of the publication is on subjects of interest to the financial community. FDIC specialists and other authors will use the magazine to highlight emerging legislative and regulatory issues in an effort to broaden the public's understanding of key developments affecting the banking industry.

Single copy subscriptions of the FDIC Banking Review are available free from the Office of Corporate Communications, Room 6061, 550 17th Street N.W., Washington, D.C. 20429. Bulk orders also are available for a nominal charge. Call the Office of Corporate Communications (202-898-6996) for prices and other details on bulk orders.

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