



## NEWS RELEASE

FOR IMMEDIATE RELEASE

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### FDIC APPROVES DEPOSIT ASSUMPTION OF AMERICAN NATIONAL BANK, TYLER, TEXAS

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and other liabilities of American National Bank, Tyler, Texas, by The First National Bank of Winnsboro, Winnsboro, Texas.

The failed bank's office will reopen on Saturday, November 12, 1988, as a branch of First National Bank of Winnsboro and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

American National Bank, with total assets of about \$23.3 million, was closed on Thursday, November 10, 1988, by Dean S. Marriott, Senior Deputy Comptroller of the Currency, and the FDIC was named receiver.

First National Bank of Winnsboro will assume about \$23.3 million in 4,900 deposit accounts and will purchase approximately \$16.5 million of the failed bank's assets, including \$1.4 million of the bank's small loans, at a discount of \$386,000. To facilitate the transaction, the FDIC will advance approximately \$7.1 million to the assuming bank and will retain assets of the failed bank with a book value of \$6.8 million.

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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