



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC TRANSFERS INSURED DEPOSITS OF THE FIRST NATIONAL BANK OF GRACEMONT, GRACEMONT, OKLAHOMA

The Board of Directors of the Federal Deposit Insurance Corporation has approved the transfer of insured deposits and secured liabilities of The First National Bank of Gracemont, Gracemont, Oklahoma, to First State Bank, Anadarko, Oklahoma. The failed bank's office will reopen on Monday, November 14, 1988, as a branch of First State Bank, Anadarko.

The Board of Directors decided to arrange an insured deposit transfer because of an inability to determine the value of the bank's assets.

The First National Bank of Gracemont, with total assets of \$7.0 million, was closed on Thursday, November 10, 1988, by Dean S. Marriott, Senior Deputy Comptroller of the Currency, and the FDIC was named receiver.

At the time the bank closed, its deposits totaled about \$6.9 million in 1,100 deposit accounts including approximately \$50,000 in eight accounts that exceeded the federal insurance limit of \$100,000. Uninsured depositors and nondepositor creditors will share proportionately with the FDIC in the proceeds realized from the liquidation of the failed bank's assets.

Deposits in the failed bank up to the statutory insurance limit of \$100,000 will be available to their owners on Monday, November 14, 1988, at First State Bank. In the interim, checks drawn on the failed bank's accounts, up to the insurance limit, will continue to be honored.

Insured depositors in the failed bank can automatically continue to conduct their banking transactions with the acquiring bank. However, they should visit the acquiring bank during the next several weeks to discuss the continuation of their banking relationship.

Administration of the transferred insured deposits will be funded by an equivalent cash payment from the FDIC. The acquiring bank is paying the FDIC a premium of \$67,000 for the right to receive the transferred deposits, and will purchase about \$2.5 million of the failed bank's assets.

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