



NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-211-88 (11-16-88)

FDIC GRANTS ASSISTANCE TO PREVENT FAILURE OF ALLIANCE BANK, NATIONAL ASSOCIATION, OKLAHOMA CITY, OKLAHOMA

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 prevent the failure of Alliance Bank, National Association, Oklahoma City, Oklahoma. The transaction is effective November 16, 1988. The FDIC acted following notification by Robert J. Herrmann, Senior Deputy Comptroller of the Currency, that Alliance Bank, National Association, was in danger of failing.

Concurrent with the granting of assistance, Alliance Bank, National Association, will be merged with a newly-chartered national bank to be operated under the name of First National Bank, and will become a subsidiary of First Bancorporation of Holdenville, Inc., Holdenville, Oklahoma. As a result of this transaction, all deposit and loan customers of Alliance Bank, National Association, will be afforded uninterrupted service. Alliance Bank, National Association, had total assets of about \$9.6 million and total deposits of about \$12.0 million.

The FDIC's financial assistance consists of \$4.3 million to offset losses in the bank. An additional \$1 million capital injection will be provided by First Bancorporation of Holdenville, Inc. The FDIC will share in recoveries of covered losses of the bank. The responsibility for pursuing collections and claims will remain with the bank.

The FDIC Board of directors determined that this transaction will be less costly to the FDIC than alternative methods of addressing the bank's problems.

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