



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC APPROVES DEPOSIT ASSUMPTION OF ENTERPRISE NATIONAL BANK, ENGLEWOOD, COLORADO

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposit liabilities of Enterprise National Bank, Englewood, Colorado, by Colonial National Bank, Denver, Colorado.

The failed bank's sole office will reopen on Friday, December 2, 1988, as a branch of Colonial National Bank and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

Enterprise National Bank, with total assets of \$5.2 million, was closed on Thursday, December 1, 1988, by Robert J. Herrmann, Senior Deputy Comptroller of the Currency, and the FDIC was named receiver.

Colonial National Bank will assume about \$4.5 million in 1,200 deposit accounts and has agreed to pay the FDIC a purchase premium of \$15,000. It also initially will purchase approximately \$900,000 of the failed bank's assets and will have options to purchase loans and other assets. To facilitate the transaction, the FDIC will advance about \$4.2 million to the assuming bank and will retain assets of the failed bank with a book value of about \$4.3 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 shareholders of the closed bank.

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