



NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-233-88 (12-15-88)

FDIC APPROVES DEPOSIT ASSUMPTION OF TEXAS BANK OF PLANO, PLANO, TEXAS

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and fully secured liabilities of Texas Bank of Plano, Plano, Texas, by Plano East National Bank, Plano, Texas.

The failed bank's sole office will reopen on Friday, December 16, 1988, as a branch of Plano East National Bank and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

Texas Bank of Plano, with total assets of about \$13.7 million, was closed on Thursday, December 15, 1988, by Kenneth W. Littlefield, Texas Banking Commissioner, and the FDIC was named receiver.

Plano East National Bank will assume about \$14.0 million in 2,700 deposit accounts and will purchase \$13.2 million of the failed bank's assets at a discount of \$4,747,000. The FDIC will retain assets of the failed bank with a book value of \$500,000.

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 transaction will result in a lower cost to the FDIC than if the assets were held and liquidated in receivership. Additionally, because the assets and deposits will be administered by Plano East National Bank, the failed bank's customers will have the benefit of continuous, uninterrupted service.

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