



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC APPROVES DEPOSIT ASSUMPTION OF TEXAS NATIONAL BANK, DALLAS, TEXAS

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and other liabilities of Texas National Bank, Dallas, Texas, by Cornerstone Bank, N.A., Dallas, Texas.

The failed bank's two offices will reopen on Friday, December 16, 1988, as branches of Cornerstone Bank, N.A. and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

Texas National Bank, with total assets of about \$46.0 million, was closed on Thursday, December 15, 1988, by Robert J. Herrmann, Senior Deputy Comptroller of the Currency, and the FDIC was named receiver.

Cornerstone Bank, N.A. will assume about \$48.2 million in 3,700 deposit accounts and will purchase \$45.3 million of the failed bank's assets at a discount of \$16,240,000. The FDIC will retain assets of the failed bank with a book value of about \$768,000.

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 Cornerstone Bank, N.A., the failed bank's customers will have the benefit of continuous, uninterrupted service.

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