



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC TO PAY OFF INSURED DEPOSITORS IN THE BANK OF KIOWA, KIOWA, KANSAS

The Board of Directors of the Federal Deposit Insurance Corporation today approved paying off insured depositors in The Bank of Kiowa, Kiowa, Kansas. The bank, which had total assets of \$11.3 million, was closed on Thursday, July 17, 1986, by Eugene T. Barrett, Jr., Kansas State Bank Commissioner, and the FDIC was named receiver.

The FDIC Board of Directors determined that a payoff of insured depositors was required because no bids were received for the failed bank.

Deposits in The Bank of Kiowa amounted to about \$10.9 million in 1,900 accounts, including about \$19,000 in 11 accounts that exceeded the federal insurance limit of \$100,000. The Board voted to make a prompt advance payment to uninsured depositors, based on the estimated present value of assets to be liquidated, equal to 100 percent of the uninsured deposit claims. The estimate for the advance is believed to be conservative. If, however, the present value of actual collections should be less than 100 percent, the FDIC insurance fund will absorb the shortfall.

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