



# NEWS RELEASE

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## FDIC TO PAY OFF INSURED DEPOSITORS IN FIRST NATIONAL BANK IN CORDELL, CORDELL, OKLAHOMA

The Board of Directors of the Federal Deposit Insurance Corporation today approved paying off insured depositors in First National Bank in Cordell, Cordell, Oklahoma. The bank, with total assets of \$22.8 million, was closed on Thursday, July 31, 1986, by Robert J. Herrmann, Deputy Comptroller of the Currency 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.

Mr. Herrmann said: "The bank's condition deteriorated rapidly over the last two years due to inadequate oversight by the board of directors and management and adverse economic conditions in the agriculture and energy sectors. Another major factor contributing to the failure was unsafe and unsound lending practices."

Deposits in First National Bank in Cordell totalled about \$22.6 million in 2,600 accounts, including about \$99,000 in 18 accounts that exceeded the federal insurance limit of \$100,000. Owners of such uninsured deposits will share proportionately with the FDIC in the proceeds realized from liquidation of the bank's assets.

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