



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC TO PAY OFF INSURED DEPOSITORS IN MEDICINE BOW STATE BANK, MEDICINE BOW, WYOMING

The Board of Directors of the Federal Deposit Insurance Corporation has approved paying off insured depositors in Medicine Bow State Bank, Medicine Bow, Wyoming. The bank, with total assets of \$4.6 million, was closed on Friday, August 8, 1986, by Wyoming State Examiner Stanley R. Hunt 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. Hunt said: "Loan losses were found to be at a critical level which exhausted the bank's capital funds. Attempts by the bank to control the large number of out-of-area loans failed, causing the bank to become insolvent."

Deposits in Medicine Bow State Bank totalled about \$4.0 million in 900 accounts, including about \$4,000 in 11 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 failed bank's assets.

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