



NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-10-85 (1-31-85)

FDIC CONSIDERS SALE OF FIRST PENNSYLVANIA CORPORATION WARRANTS

The Federal Deposit Insurance Corporation said today that it is considering its options with regard to a possible sale of its warrants to purchase common stock of First Pennsylvania Corporation. The FDIC holds 6,500,000 warrants which, if exercised, would represent approximately 27 percent of First Pennsylvania's outstanding common stock (approximately 13.5 percent assuming conversion of First Pennsylvania's Cumulative Preferred Stock, Series C). The FDIC acquired the warrants in May 1980 as part of an assistance transaction involving First Pennsylvania Bank N.A.

The FDIC has engaged Morgan Stanley & Co. Incorporated as its financial advisor.

#