



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC TO PAY OFF INSURED DEPOSITORS IN STATE BANK OF ALEXANDRIA, ALEXANDRIA, NEBRASKA

The Board of Directors of the Federal Deposit Insurance Corporation today announced that it shortly will begin paying off insured depositors in the State Bank of Alexandria, Alexandria, Nebraska. The bank was closed on April 10, 1985, by Roger M. Beverage, Nebraska Director of Banking and Finance, and the FDIC was named receiver.

The FDIC attributed the failure to unsound lending practices and poor management by former ownership which led to substantial losses in the loan portfolio.

Deposits in the State Bank of Alexandria amounted to about \$2.4 million in 850 accounts. All of the deposits are believed to be within the federal insurance limit of \$100,000 or are otherwise secured.

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

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