



NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-105-85 (7-18-85)

FDIC DECIDES TO PAY OFF INSURED DEPOSITORS IN THE FIRST NATIONAL BANK OF DARROUZETT, DARROUZETT, TEXAS

The Board of Directors of the Federal Deposit Insurance Corporation today announced that it is preparing to pay off insured depositors in The First National Bank of Darrouzette, Darrouzette, Texas. The bank was closed on Thursday, July 18, 1985, by Michael A. Mancusi, Senior Deputy Comptroller of the Currency and the FDIC was named receiver. Mr. Mancusi said: "Over the past several years the bank experienced a substantial deterioration in the quality of its loan portfolio. The bank was unable to remedy its problems and losses finally exhausted the bank's capital funds, resulting in its insolvency."

Deposits in The First National Bank of Darrouzett amounted to about \$11.4 million in 1,700 deposit accounts. The FDIC estimates that all but about \$196,000 in 18 accounts, are within the federal insurance limit of \$100,000 or otherwise secured. Owners of such uninsured deposits will share proportionately with the FDIC in the proceeds realized from liquidation of the assets of the failed bank.

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

###