



# NEWS RELEASE

FOR IMMEDIATE RELEASE

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**FDIC SUSPENDS WITHDRAWAL PENALTIES FOR BANK DEPOSITORS VICTIMIZED  
BY STORMS AND FLOODING IN THE STATE OF MICHIGAN**

Regional Director Jerald L. Adams of the Federal Deposit Insurance Corporation today announced that the FDIC has granted bank depositors in Michigan, who suffered losses as a result of storms and flooding occurring on September 5, 1985, temporary exemption from the interest rate regulations that penalize holders of time deposits for withdrawal of funds prior to maturity. The waiver is limited to depositors who have suffered losses in Alcona, Genesee, Lapeer and Saginaw Counties, which were declared major disaster areas by the President on September 18, 1985.

Insured State-chartered banks that are not members of the Federal Reserve System, whether or not they are located in the immediate disaster areas, may allow depositors who can show that they have been damaged as a result of the disaster to withdraw all or part of their time deposits before maturity without paying a penalty. Depositors seeking to avail themselves of the suspension will be required to furnish their banks with proof of losses occasioned by this particular disaster.

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