



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC DECIDES TO PAY OFF DEPOSITORS IN THE SEDAN STATE BANK, SEDAN, KANSAS

The Board of Directors of the Federal Deposit Insurance Corporation today announced that it is preparing to pay off insured depositors in The Sedan State Bank, Sedan, Kansas.

The bank was closed on Wednesday, September 25, 1985, by Eugene T. Barrett, Jr., Kansas State Bank Commissioner and the FDIC was named receiver.

Deposits in The Sedan State Bank amounted to about \$24.3 million in 4,500 accounts. The FDIC estimates that all but about \$14,000 of the deposits in eight accounts are within the federal insurance limit of \$100,000, or are otherwise secured. Owners of such uninsured deposits will share proportionately with the FDIC in the proceeds realized from liquidation of the bank's assets.

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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