



NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-147-85 (9-30-85)

FDIC DECIDES TO PAY OFF DEPOSITORS IN THE FIRST NATIONAL BANK IN TERRAL, TERRAL, OKLAHOMA

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 in Terral, Terral, Oklahoma.

The bank was closed on Friday, September 27, 1985, by Michael A. Mancusi, Senior Deputy Comptroller of the Currency, and the FDIC was named receiver. Mr. Mancusi said: "Over the last two years, the bank has experienced substantial deterioration in the quality of its loan portfolio. In addition, the bank recently began experiencing a large outflow of deposits. The bank has been unable to remedy its problems and losses finally exhausted the bank's capital funds, resulting in its insolvency."

Deposits in The First National Bank in Terral amounted to about \$3.2 million in 695 accounts. The FDIC estimates that all but about \$30,000 of the deposits, in four 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 acceptable bids were received for the failed bank.

###