



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC ANNOUNCES DEPOSIT ASSUMPTION OF THE AURORA BANK, AURORA, COLORADO

The Board of Directors of the Federal Deposit Insurance Corporation today announced that the deposit liabilities of The Aurora Bank, Aurora, Colorado, have been assumed by OMNIBANK Iliff, N. A., Aurora, Colorado.

The failed bank's only office will reopen on Monday, November 4, 1985, as OMNIBANK Iliff, N.A. and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

The Aurora Bank was closed on Friday, November 1, 1985, by Richard B. Doby, Colorado State Bank Commissioner, and the FDIC was named receiver.

OMNIBANK Iliff, N.A. will assume about \$14.7 million in 3,100 deposit accounts, including \$1.0 million in 19 accounts in excess of the federal insurance limit of \$100,000. The assuming bank has agreed to pay the FDIC a purchase premium of \$687,550 and also will purchase certain of the failed bank's loans and other assets for \$9.5 million. To facilitate the transaction, the FDIC will advance \$5.0 million to the assuming bank and will retain assets of the failed bank with a book value of about \$7.6 million.

The Board of Directors approved the deposit assumption under its authority to do so whenever it determines that such a transaction will reduce the potential loss to the FDIC. The Board made such a finding in this case because of the premium paid by OMNIBANK Iliff N.A.

The FDIC expects to recover a substantial portion of its outlay through the liquidation of assets not transferred to the assuming bank. In this respect, the FDIC notes that its claim will have priority over the claims of shareholders of the closed bank.

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