



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC PAYS OFF DEPOSITORS IN WEST COAST BANK, LOS ANGELES, CALIFORNIA

The Federal Deposit Insurance Corporation today began paying off insured and secured depositors in the West Coast Bank, Los Angeles, California. The bank was closed on April 27, 1984, by Louis Carter, California Superintendent of Banks, who named the FDIC receiver. Mr. Carter attributed the bank's insolvency to heavy loan and operating losses.

West Coast Bank's total deposits and other liabilities amounted to \$159.6 million, of which \$86.1 million were placed by deposit brokers. Deposits within the \$100,000 statutory insurance limit, plus those fully secured, amounted to \$154.8 million in 9,088 accounts. Owners of these deposits may receive full payment on their accounts at the bank's main office, 16311 Ventura Boulevard, Encino, California, by presenting identification and evidence of their account ownership.

West Coast Bank held approximately \$4.8 million in deposits that exceeded the insurance limit or were not secured. Owners of these deposits will share proportionately with the FDIC and any other uninsured general creditors in the proceeds realized from liquidation of the bank's assets. The FDIC will make a prompt advance payment to uninsured depositors and other general creditors, based on the estimated present value of assets to be liquidated, equal to 50 percent of their uninsured claims.

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If actual collections on the assets, on a present value basis, exceed this estimate, uninsured creditors ultimately will receive additional payments on their claims. The estimate for the advance is believed to be conservative, and it is hoped that actual collections will be higher. If, however, the present value of actual collections should be less than 50 percent, the FDIC will absorb the shortfall.

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