



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC ANNOUNCES DEPOSIT ASSUMPTION OF STATE BANK OF MILLS, MILLS, WYOMING

The Board of Directors of the Federal Deposit Insurance Corporation today announced that the deposit liabilities of the State Bank of Mills, Mills, Wyoming, have been assumed by Mountain Plaza National Bank, Casper, Wyoming and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court. Deposits formerly in the State Bank of Mills will be available to their owners through Mountain Plaza Bank on Monday, May 7, 1984.

State Bank of Mills was closed on May 4, 1984, by Wyoming State Examiner Dwight D. Bonham, and the FDIC was named receiver.

In addition to assuming about \$6 million in 2,000 deposit accounts and other liabilities, Mountain Plaza National Bank has agreed to pay the FDIC a purchase premium of \$102,000. The assuming bank will purchase the failed bank's installment loans and certain other assets. To facilitate the transaction, the FDIC will advance cash amounting to \$2.6 million to the assuming bank and will retain assets of the failed bank with a book value of approximately \$4.0 million.

The FDIC approved the deposit transfer under its authority to do so whenever it determines that such a transaction will reduce the potential loss to the Corporation. The Board of Directors made such a finding in this case because of the premium paid by Mountain Plaza National bank. 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 the shareholders of the closed bank.

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