



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC SUSPENDS WITHDRAWAL PENALTIES FOR BANK DEPOSITORS VICTIMIZED BY FLOOD-RELATED DISASTERS IN KENTUCKY AND WEST VIRGINIA COUNTIES

Regional Director Jerald L. Adams of the Federal Deposit Insurance Corporation today announced that the FDIC has granted bank depositors who suffered flood-related losses temporary exemption from the interest rate regulations that penalize holders of time deposits for withdrawal of funds prior to maturity.

This waiver is limited to those depositors in those West Virginia and Kentucky counties listed below who suffered losses as a result of severe storms and flooding on or about May 3, 1984 (West Virginia) and May 6, 1984 (Kentucky). These counties were declared major disaster areas by the President on May 15, 1984

West Virginia

Logan
McDowell
Mingo
Wayne

Kentucky

Adair	Johnson	Martin
Bell	Knott	Owsley
Breathitt	Knox	Perry
Casey	Laurel	Pike
Clay	Lee	Pulaski
Estill	Leslie	Wayne
Floyd	Letcher	Whitley
Harlan	Magoffin	

Insured State-chartered banks that are not members of the Federal Reserve System, whether or not they are located in the immediate disaster area, may allow depositors who can show that they have been damaged as a result of the disaster to withdraw all or part of their time deposits before maturity without paying any penalty. Depositors seeking to avail themselves of the suspension will be required to furnish their banks with proof of losses occasioned by this particular disaster.

This suspension will be in effect for six months. This will provide eligible depositors sufficient time to determine their losses and their need for funds.

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