



NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-110-84 (9-15-84)

FDIC ANNOUNCES DEPOSIT ASSUMPTION OF COMMUNITY BANK & TRUST COMPANY, ENID, OKLAHOMA

The Board of Directors of the Federal Deposit Insurance Corporation today announced that the deposit liabilities of Community Bank & Trust Company, Enid, Oklahoma, have been assumed by The First National Bank and Trust Company of Enid, Enid, Oklahoma, a subsidiary of First Enid, Inc., Enid, Oklahoma. The failed bank's sole office will reopen on Monday, September 17, 1984, as a branch of The First National Bank and Trust Company of Enid and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

Community Bank & Trust Company was closed on September 14, 1984, by Oklahoma Bank Commissioner Robert Y. Empie, and the FDIC was named receiver. Mr. Empie said: "Loan losses have depleted the bank's capital funds due to weak lending and collection policies, aggravated by problems in the petroleum industry."

In addition to assuming about \$25.2 million in 4,000 deposit accounts, The First National Bank and Trust Company of Enid has agreed to pay the FDIC a purchase premium of \$1.775 million. The assuming bank will purchase the failed bank's securities and certain other assets. To facilitate the transaction, the FDIC will advance cash amounting to \$19.8 million and will retain assets of the failed bank with a book value of approximately \$22.9 million.

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The FDIC approved the deposit assumption 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 The First National Bank and Trust Company of Enid.

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 non-depositor creditors and shareholders of the closed bank.

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