



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC TO PAY OFF DEPOSITORS IN STATE BANK OF BARNUM, BARNUM, MINNESOTA

The Federal Deposit Insurance Corporation is preparing to pay off depositors in the State Bank of Barnum, Barnum, Minnesota. The bank was closed on February 9, 1983, by Minnesota Commissioner of Banking John D. Chisholm, who named the FDIC receiver. Commissioner Chisholm said: "The problems in the bank which led to its closing were the result of mismanagement and were not directly related to current economic conditions."

Deposits in the State Bank of Barnum totaled about \$13 million in approximately 3,000 accounts. The FDIC estimates that all deposits are fully insured or otherwise secured.

The FDIC Board of Directors decided to pay off depositors after an unsuccessful attempt to arrange for another bank to assume the failed bank's deposits.

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