



PRESS RELEASE

Federal Deposit Insurance Corporation

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IRREGULARITIES IDENTIFIED IN RTC AUCTION PROGRAM

FOR IMMEDIATE RELEASE

The FDIC has identified irregularities involving expenses associated with the Resolution Trust Corporation's auction program.

In response, the FDIC temporarily suspended the auction program on Wednesday, April 10, 1996, and referred its findings to the Office of the Inspector General on Thursday, April 11. The FDIC is also conducting a formal review of all auction-related procedures and internal controls used by the RTC.

Appropriate steps will be taken after the Inspector General's investigation is concluded. Meanwhile, the FDIC will have no additional comment on the matter.



Congress created the Federal Deposit Insurance Corporation in 1933 to restore public confidence in the nation's banking system. It promotes the safety and soundness of these institutions by identifying, monitoring and addressing risks to which they are exposed. The FDIC receives no federal tax dollars — insured financial institutions fund its operations.

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