



# NEWS RELEASE

FOR IMMEDIATE RELEASE  
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FDIC APPROVES ASSUMPTION OF INSURED DEPOSITS OF  
THE PLANTERS NATIONAL BANK OF ROSEBUD, ROSEBUD, TEXAS

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the insured deposits of The Planters National Bank of Rosebud, Rosebud, Texas, by the First National Bank in Cameron, Cameron, Texas.

Of the failed bank's two offices, the main office will not reopen but the Motorbank branch will reopen on Friday, February 26, 1993, as a branch of First National Bank. The failed bank's depositors automatically will become depositors of the assuming bank.

The Planters National Bank, with total assets of \$13.1 million, was closed on Thursday, February 25, 1993, by the Office of the Comptroller of the Currency, and the FDIC was named receiver.

First National Bank will assume about \$12.0 million in about 2,200 deposit accounts. At the time the bank closed, less than one thousand dollars in three accounts exceeded the federal deposit insurance limit of \$100,000. These funds will not be assumed by First National Bank.

The Board of Directors also voted to make a prompt advance payment to unsecured creditors, including uninsured depositors, which will equal 78 percent of the uninsured claims.

The assuming bank will pay a premium of \$100,000 for the right to receive the failed bank's deposits and will purchase \$6.8 million of the failed bank's assets. To facilitate the transaction, the FDIC will advance

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about \$5.8 million to the assuming bank and will retain assets of the failed bank with a book value of about \$6.3 million.

The Board of Directors approved the deposit assumption under its authority to do so whenever it determines that such a transaction will reduce the potential loss to the FDIC. Non-depositor creditors and uninsured depositors will share proportionately in the proceeds realized from liquidation of the failed bank's assets.

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