



# NEWS RELEASE

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FDIC APPROVES ASSUMPTION OF DEPOSITS OF  
GREENWOOD BANK OF BETHEL, INC., BETHEL, CONNECTICUT

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits of Greenwood Bank of Bethel, Inc., Bethel, Connecticut, by Union Savings Bank of Danbury, Danbury, Connecticut.

The failed bank's sole office will reopen on Saturday, November 7, 1992, as a branch of Union Savings Bank, and its depositors automatically will become depositors of the assuming bank.

Greenwood Bank of Bethel, with total assets of \$36.9 million, was closed on Friday, November 6, 1992, by Ralph M. Shulansky, Connecticut Banking Commissioner, and the FDIC was named receiver.

Union Savings Bank will assume about \$33.3 million in about 2,400 deposit accounts. It will pay a premium of \$140,000 for the right to receive the failed bank's deposits and will purchase \$4.0 million of the failed bank's assets. To facilitate the transaction, the FDIC will advance about \$29.1 million to the assuming bank and will retain assets of the failed bank with a book value of about \$33.0 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. The FDIC notes that its claim on recoveries from the sale of the failed bank's assets will have priority over non-depositor creditors of the failed bank.

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