



NEWS RELEASE

FOR IMMEDIATE RELEASE
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FDIC APPROVES ASSUMPTION OF DEPOSITS OF
STATEWIDE THRIFT AND LOAN COMPANY, REDWOOD CITY, CALIFORNIA

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits of Statewide Thrift and Loan Company, Redwood City, California, by Fireside Thrift Company, Newark, California.

The failed bank's sole office will not reopen, but customers will have access to their accounts at Fireside Thrift's office at 2401 Broadway, Redwood City, California, on Monday, November 16, 1992. Statewide Thrift and Loan's depositors automatically will become depositors of the assuming bank.

Statewide Thrift and Loan, with total assets of \$10.4 million, was closed on Friday, November 13, 1992, by Thomas S. Sayles, Commissioner of the California Department of Corporations, and the FDIC was named receiver.

Fireside Thrift will assume about \$9.5 million in about 600 deposit accounts. It will purchase \$7.6 million of the failed bank's assets at a discount of \$1.9 million. To facilitate the transaction, the FDIC will advance about \$3.8 million to the assuming bank and will retain assets of the failed bank with a book value of about \$2.8 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 will share proportionately with the FDIC in the proceeds realized from liquidation of the failed bank's assets.

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