



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC APPROVES ASSUMPTION OF DEPOSITS OF CROSSROADS BANK, VICTORIA, TEXAS

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and secured liabilities of Crossroads Bank, Victoria, Texas, by Victoria Bank and Trust Company, Victoria, Texas.

Crossroads Bank, with total assets of \$24.4 million, was closed on Thursday, March 14, 1991, by Kenneth W. Littlefield, Texas Bank Commissioner, and the FDIC was named receiver.

The failed bank's sole office will reopen on Friday, March 15, 1991, as a branch of Victoria Bank and Trust Company, and its depositors automatically will become depositors of the assuming bank.

Victoria Bank and Trust Company will assume about \$23.1 million in 7,000 deposit accounts and will purchase approximately \$20.0 million of the failed bank's assets at a discount of \$2,130,000.

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 transaction will result in a lower cost to the FDIC than if the assets were held and liquidated in receivership. Additionally, because the assets and deposits will be administered by Victoria Bank and Trust Company, the failed bank's customers will have the benefit of continuous uninterrupted service.

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