



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC TRANSFERS INSURED DEPOSITS OF
VILLAGE GREEN NATIONAL BANK, JERSEY VILLAGE, TEXAS

The Board of Directors of the Federal Deposit Insurance Corporation has approved the transfer of insured deposits and fully secured liabilities of Village Green National Bank, Jersey Village, Texas, to Bank of America Texas, National Association, Houston, Texas, a newly chartered bank subsidiary of BankAmerica Corporation, San Francisco, California. The failed bank's sole office will reopen on Friday, May 10, 1991, as Bank of America Texas, National Association.

Village Green National Bank, with total assets of about \$30.0 million, was closed on Thursday, May 9, 1991, by the Office of the Comptroller of the Currency, and the FDIC was named receiver.

The Board of Directors decided to arrange an insured deposit transfer because the FDIC was unable to quantify the value of the bank's assets.

At the time the bank closed, its deposits totaled about \$27.7 million in 3,200 deposit accounts, including approximately \$494,000 in 19 accounts that exceeded the federal insurance limit of \$100,000. Uninsured depositors and nondepositor creditors will share proportionately with the FDIC in the proceeds realized from liquidation of the failed bank's assets.

Deposits in the failed bank up to the statutory insurance limit of \$100,000 will be available to their owners on Friday, May 10. In the interim, checks drawn on the failed bank's accounts, up to the insurance limit, will continue to be honored.

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Insured depositors in the failed bank can automatically continue to conduct their banking transactions with the acquiring bank. The acquiring bank will be contacting customers in the near future to discuss continuing their banking relationship.

Administration of the transferred insured deposits will be funded by an equivalent cash payment from the FDIC. The acquiring bank is paying the FDIC a premium of \$1,823,100 for the right to receive the transferred deposits. It also will purchase \$12.8 million of the failed bank's assets, including \$3.8 million of loans, and will have options to purchase other loans and assets. The FDIC will retain assets of the failed bank with a book value of \$17.2 million.

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