



NEWS RELEASE

FOR IMMEDIATE RELEASE
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FDIC APPROVES ASSUMPTION OF DEPOSITS OF
COMMUNITY GUARDIAN BANK, ELMWOOD PARK, NEW JERSEY

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits of Community Guardian Bank, Elmwood Park, New Jersey, by Interchange State Bank, Saddle Brook, New Jersey.

Community Guardian Bank, with total assets of \$59.0 million, was closed on Friday, July 19, 1991, by Geoffrey M. Connor, New Jersey Commissioner of Banking, and the FDIC was named receiver.

The failed bank's two offices will reopen on Saturday, July 20, 1991, as branches of Interchange State Bank, and its depositors automatically will become depositors of the assuming bank.

Interchange State Bank will assume about \$57.9 million in 11,200 deposit accounts and will purchase approximately \$52.1 million of the failed bank's assets at a discount of \$11,987,000.

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 Interchange State Bank, the failed bank's customers will have the benefit of continuous uninterrupted service.

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