



NEWS RELEASE

FOR IMMEDIATE RELEASE
PR-117-91 (8-16-91)

Media Contact: Andrew Porterfield
(202) 898-6593

FDIC TRANSFERS INSURED DEPOSITS OF ENFIELD NATIONAL BANK, ENFIELD, CONNECTICUT

The Board of Directors of the Federal Deposit Insurance Corporation has approved the transfer of insured deposits of Enfield National Bank, Enfield, Connecticut to Savings Institute, Willimantic, Connecticut. The failed bank's sole office will reopen on Saturday, August 17, 1991 as a branch of Savings Institute.

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..

Enfield National Bank, with total assets of about \$17.0 million, was closed on Friday, August 16, 1991 by the Office of the Comptroller of the Currency, and the FDIC was named receiver.

At the time the bank closed, its deposits totaled about \$18.2 million in 3,800 deposit accounts, including approximately \$113,000 in 5 accounts that exceeded the federal insurance limit of \$100,000. Uninsured depositors and non depositor 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 Saturday, August 17, 1991. In the interim, checks drawn on the failed bank's accounts, up to the insurance limit, will continue to be honored.

Insured depositors in the failed bank can automatically continue to conduct their banking transactions with the acquiring bank. However, they should visit the acquiring bank during the next several weeks to discuss

-more-

continuation of 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 \$1,000 for the right to receive the transferred deposits. It also will purchase \$1.8 million of certain loans and other assets of the failed bank, and will have options to purchase additional loans. The FDIC will retain assets of the failed bank with a book value of \$15.2 million.

###