



NEWS RELEASE

FOR IMMEDIATE RELEASE
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FDIC TRANSFERS INSURED DEPOSITS OF MID-JERSEY NATIONAL BANK, SOMERVILLE, NEW JERSEY

The Board of Directors of the Federal Deposit Insurance Corporation has approved the transfer of insured deposits of Mid-Jersey National Bank, Somerville, New Jersey to United Jersey Bank/Central, National Association, West Windsor Township, New Jersey. The failed bank's sole office will reopen on Monday, September 23, 1991 as a branch of United Jersey Bank.

The Board of Directors decided to arrange an insured deposit transfer because no bids were received for a purchase and assumption transaction.

Mid-Jersey National Bank, with total assets of about \$30.6 million, was closed on Friday, September 20, 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 \$29.6 million in 2,700 deposit accounts, including approximately \$703,000 in 18 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 Monday, September 23, 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

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conduct their banking transactions with the acquiring bank. However, they should visit the acquiring bank during the next several weeks to discuss 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 \$50,001 for the right to receive the transferred deposits. It also will purchase \$8.7 million in cash, cash equivalents and cash collateralized loans of the failed bank. The FDIC will retain assets of the failed bank with a book value of \$21.9 million.

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