



NEWS RELEASE

FOR IMMEDIATE RELEASE
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Media Contact:
Andrew Porterfield (202) 898-6593

FDIC TRANSFERS INSURED DEPOSITS OF MISSION VALLEY BANK, NATIONAL ASSOCIATION, SAN CLEMENTE, CALIFORNIA

The Board of Directors of the Federal Deposit Insurance Corporation has approved the transfer of insured deposits of Mission Valley Bank, National Association, San Clemente, California to Mid City Bank, National Association, Los Angeles, California. The failed bank's sole office will reopen on Monday, October 21, 1991 as a branch of Mid City Bank.

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

Mission Valley Bank, with total assets of about \$42.7 million, was closed on Friday, October 18, 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 \$40.9 million in 2,300 deposit accounts, including approximately \$746,000 in 39 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 Monday, October 21, 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 continuation of their banking relationship.

(more)

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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 \$9.6 million in assets of the failed bank, including \$281,000 in loans, and will have options to purchase other loans. The FDIC will retain assets of the failed bank with a book value of \$33.1 million.

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