



# NEWS RELEASE

FOR IMMEDIATE RELEASE  
PR-174-91 (11-15-91)

Media Contact:  
Andrew Porterfield (202) 898-6593

FDIC APPROVES ASSUMPTION OF DEPOSITS OF  
DURHAM TRUST COMPANY, DURHAM, NEW HAMPSHIRE

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits of Durham Trust Company, Durham, New Hampshire, by Granite Bank, Keene, New Hampshire.

Of the failed bank's four offices, the two with normal Saturday hours will reopen Saturday, November 16, 1991, and the remainder will open Monday, November 18, 1991, as branches of Granite Bank and its depositors automatically will become depositors of the assuming bank.

Durham Trust Company, with total assets of \$69.6 million, was closed on Friday, November 15, 1991, by A. Roland Roberge, New Hampshire Banking Commissioner, and the FDIC was named receiver.

Granite Bank will assume about \$67.4 million in about 9,500 deposit accounts and has agreed to pay the FDIC a purchase premium of \$1,710,000. It also will purchase \$33.0 million of the failed bank's assets, including \$11.2 million in loans, and will have an option to purchase other loans. To facilitate the transaction, the FDIC will advance about \$35.3 million to the assuming bank and will retain assets of the failed bank with a book value of about \$36.6 million.

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 FDIC will recover a portion of its outlay through the liquidation of assets not transferred to the assuming bank. In this respect, the FDIC notes that its claim will have priority over the claims of nondepositor creditors and shareholders of the closed bank.

###