



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC APPROVES ASSUMPTION OF DEPOSITS OF BANCTEXAS DALLAS, N.A., DALLAS, TEXAS

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and secured liabilities of BancTexas Dallas, N.A., Dallas, Texas, by Hibernia National Bank in Texas, Pflugerville, Texas.

The failed bank's five offices will reopen as branches of Hibernia National Bank in Texas, and its depositors automatically will become depositors of the assuming bank. The failed bank's main office closed at 5:00 p.m. (EST) and will reopen Monday, January 29, 1990. The four branches also closed at 5:00 p.m.; however, all four branches will reopen at 5:30 p.m. and observe their normal banking hours.

BancTexas, with total assets of approximately \$350 million, was closed on Friday, January 26, 1990, by Dean Marriott, Senior Deputy Comptroller of the Currency, and the FDIC was named receiver.

Hibernia National Bank in Texas will assume about \$340 million in 35,000 deposit accounts and will purchase approximately \$343 million of the failed bank's assets at a discount of \$69,054,000.

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 Hibernia National Bank in Texas, the failed bank's customers will have the benefit of continuous uninterrupted service.

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