



NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-70-90 (4-19-90)

FDIC APPROVES ASSUMPTION OF DEPOSITS OF
FIRST STATE BANK OF CRANDALL, CRANDALL, TEXAS

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and secured liabilities of First State Bank of Crandall, Crandall, Texas, by The American National Bank of Terrell, Terrell, Texas.

The failed bank's sole office will reopen on Friday, April 20, 1990, as a branch of The American National Bank of Terrell, and its depositors automatically will become depositors of the assuming bank.

First State Bank of Crandall, with total assets of \$16.1 million, was closed on Thursday, April 19, 1990, by Kenneth W. Littlefield, Texas Bank Commissioner, and the FDIC was named receiver.

The American National Bank of Terrell will assume about \$15.6 million in 3,000 deposit accounts and will purchase all of the failed bank's assets at a discount of \$3,740,000.

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 The American National Bank of Terrell, the failed bank's customers will have the benefit of continuous uninterrupted service.

###