



NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-116-90 (6-14-90)

FDIC APPROVES ASSUMPTION OF DEPOSITS OF
WILLOW BEND NATIONAL BANK, PLANO, TEXAS

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and secured liabilities of Willow Bend National Bank, Plano, Texas, by Compass Bank - Plano, Plano, Texas. The failed bank's two offices will reopen on Friday, June 15, 1990, as branches of Compass Bank, and its depositors automatically will become depositors of the assuming bank.

Willow Bend National Bank, with total assets of about \$70.1 million, was closed on Thursday, June 14, 1990, by the Office of the Comptroller of the Currency, and the FDIC was named receiver.

Compass Bank will assume about \$72.9 million in 6,100 deposit accounts. It also will purchase approximately \$46.9 million of the failed bank's assets, including \$13.5 million of the bank's small loans at a discount of \$2,994,000.

To facilitate the transaction the FDIC will advance \$28.9 million to the assuming bank and will retain assets of the failed bank with a book value of \$23.1 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.

###