...ording to sources ...
...eral Reserve spokesman insisted ...
"financial difficulties" phrase ...represent a significant departure ...past Fed approach. But a reading ...kers indicated that the Fed has typ...oken of the need for a holding com...mprove its financial position, with...cterizing its financial position with ...a foreboding as "difficulties."

...nk the holding company sought to ...an First National Bank of Mexico, ...rding to the Fed, it had deposits of ...ion as of last Dec. 31. Bankers ...ne banks had combined deposits at ...of $10.4 billion, the Fed said.

...sh in the stock market to the Fed's ... words "financial difficulties" was ...ankers Trust New York Corp. ... the New York Stock Exchange ... tape at $33.675, down $2 from its ...ose Wednesday. It was down $2.125 ...nt.

...s like waving a red flag," said one ...speaking of the statement that ...news wires shortly after the open...stock market. Despite general im...t of the banking industry's capital ...recent months, many investors ...to regard most banking stocks with ...because of widespread loan losses ...in the recession.

...Difficulties

...rman for the company, whose ...bsidiary is Bankers Trust Co., ...a seventh largest commercial ... the Fed used "unwarranted and ...e language" in its first statement. ... that the bank or its parent com...ving financial difficulties.

...ne bank was disappointed its ap...was rejected, the spokesman added. ...nk interpreted the Fed's state...rongly a continuation of admonis...e banking industry to "go slow" ...m.

...Bankers Trust hasn't been

...ed by bank securities analysts. ...ers, Keefe, Bruyette & Woods Inc., ...a firm specializing in bank stocks, ...negative a long time" on Bankers ... an investment, according to ...Lott, director of research.

... Cates & Co., which analyzes ...ompany statistics and publishes a ...service called Bancompare, said ...e Trust, "Some of its financial ra...are the high side compared to major ...ker banks."

...ow, the Fed has been extremely ... about the financial problems of ...e organizations it regulates. It ...nal months earlier this year wran...Congressmen over access to ex...records of banks on its ...ist. Fed Chairman Arthur Burns ...ongressional testimony that dis...names of banks on the list could ...on them.

... said yesterday it doubted that ... N.Y., bank's earnings over the ...ars would be sufficient to repay ...um of promissory notes Bankers ...used to issue for the purchase. ...minated it feared that repaying ...t of the Mexico Bank's earnings ... in a "deterioration" of the ...ial position. Presumably, under ...umstances Bankers Trust would ...e in to shore up the capital posi...required bank.

...rust's financial difficulties, the ...ave "lessened its ability to serve ...t strength for its subsidiaries."

...Off

...any's earnings have been lag... figures, largely because of ...ions for loan-loss reserves. Net ...

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