

**April 1, 2024**

## Community Reinvestment Act

TexasBank is pleased to provide information for public inspection under the Community Reinvestment Act (CRA). Interested parties can review the data provided and produce a hard copy of documents as needed.

Under the CRA, the following information must be maintained in a public file, current as of April 1 of each year:

- A copy of the Public Evaluation of the bank's most recent CRA Performance Evaluation.
- Merged Assessment Area Maps.
- TexasBank Branch Location and Services.
- Merged HMNDA Disclosure Statement.
- A map and tract listing for each assessment area designated by the bank.
- Loan to Deposit Ratios
- Public Comments on CRA Performance.

Any comments or questions about this portion of the TexasBank website or about TexasBank CRA performance may be emailed to [corporatecompliance@texasbank.com](mailto:corporatecompliance@texasbank.com), or addressed to:

Community Reinvestment Act Program Management  
Attn: CRA/Community Development Manager  
4521 S. Hulen Street  
Fort Worth, TX 76109

# **TEXASBANK**

**PUBLIC CRA FILE**

# TexasBank CRA Public File

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**COMMUNITY REINVESTMENT ACT NOTICE**

*Public CRA File*

## Community Reinvestment Act Notice

Under the federal Community Reinvestment Act (CRA), the Federal Deposit Insurance Corporation (FDIC) evaluates our record of helping to meet the credit needs of this community consistent with safe and sound operations. The FDIC also takes this record into account when deciding on certain applications submitted by us.

Your involvement is encouraged.

You are entitled to certain information about our operations and our performance under the CRA, including, for example, information about our branches, such as their location and services provided at them; the public section of our most recent CRA Performance Evaluation, prepared by the FDIC; and comments received from the public relating to our performance in helping to meet community credit needs, as well as our responses to those comments. You may review this information today.

At least 30 days before the beginning of each quarter, the FDIC publishes a nationwide list of the banks that are scheduled for CRA examination in that quarter. This list is available from the Regional Director, FDIC, 600 North Pearl Street Suite 700, Dallas, Texas 75201. You may send written comments about our performance in helping to meet community credit needs to Greg Dodds, President, and CEO, TexasBank, P.O. Box 1429, Brownwood, Texas 76804, and FDIC Regional Director. You may also submit comments electronically through the FDIC's Web site at [www.fdic.gov/regulations/cra](http://www.fdic.gov/regulations/cra). Your letter, together with any response by us, will be considered by the FDIC in evaluating our CRA performance and may be made public.

You may ask to look at any comments received by the FDIC Regional Director. You may also request from the FDIC Regional Director an announcement of our applications covered by the CRA filed with the FDIC.



Greg Dodds  
President and CEO

# **PUBLIC DISCLOSURE**

October 16, 2023

## **COMMUNITY REINVESTMENT ACT PERFORMANCE EVALUATION**

TexasBank  
Certificate Number: 19559

400 Fisk Avenue  
Brownwood, Texas 76801

Federal Deposit Insurance Corporation  
Division of Depositor and Consumer Protection  
Dallas Regional Office

600 North Pearl Street, Suite 700  
Dallas, Texas 75201

This document is an evaluation of this institution's record of meeting the credit needs of its entire community, including low- and moderate-income neighborhoods, consistent with safe and sound operation of the institution. This evaluation is not, nor should it be construed as, an assessment of the financial condition of this institution. The rating assigned to this institution does not represent an analysis, conclusion, or opinion of the federal financial supervisory agency concerning the safety and soundness of this financial institution.

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## INSTITUTION RATING

INSTITUTION'S CRA RATING: This institution is rated Satisfactory.

An institution in this group has a satisfactory record of helping to meet the credit needs of its assessment area, including low- and moderate-income neighborhoods, in a manner consistent with its resources and capabilities.

The Lending Test is rated Outstanding.

- The loan-to-deposit ratio is more than reasonable (considering seasonal variations and taking into account lending related activities) given the institution's size, financial condition, and assessment area credit needs.
- A majority of loans and other lending related activities are in the institution's assessment areas.
- The geographic distribution of loans reflects excellent dispersion throughout the assessment areas.
- The distribution of borrowers reflects given the demographics of the assessment areas, excellent penetration among individuals of different income levels (including low- and moderate-income) and businesses of different sizes.
- The bank did not receive any Community Reinvestment Act (CRA)-related complaints since the previous evaluation. Therefore, this factor did not affect the Lending Test rating.

The Community Development Test is rated Satisfactory.

The institution's community development performance demonstrates adequate responsiveness to community development needs in its assessment areas through community development loans, qualified investments, and community development services, as appropriate, considering the institution's capacity and the need and availability of such opportunities for community development in the institution's assessment areas.

## DESCRIPTION OF INSTITUTION

TexasBank, headquartered in Brownwood, Texas, lies approximately 70 miles southeast of Abilene, Texas. Texas Banc Financial Corp, a one-bank holding company located in Fort Worth, Texas, wholly owns the bank. TexasBank does not maintain any other affiliate or subsidiary relationships. The bank received an overall "Satisfactory" rating at the prior Federal Deposit Insurance Corporation (FDIC) evaluation dated July 20, 2020, using Intermediate Small Bank Examination procedures.



In January 2022, the bank merged with its previous affiliate through common ownership, Texas Bank Financial, Weatherford Texas. TexasBank operates 15 locations across Central Texas, the Dallas-Fort Worth metropolitan area, and El Paso, which consists of 12 full-service branches, 2 limited-service offices, and 1 loan production office (LPO). Since the last evaluation, the bank acquired three full-service branch locations within the Dallas-Fort Worth metropolitan area, and opened one full-service branch in El Paso, Texas. Of the four branch locations, only the El Paso location operates in a low- or moderate-income census tract. TexasBank offers hours of operations typical for the area and industry.

Since the merger, the bank's primary business focus changed to residential lending, followed by commercial lending. This differs from the last evaluation, which showed commercial lending as the primary business focus. TexasBank provides commercial, consumer, home mortgage, and construction development loan products. The bank also offers a variety of deposit services including checking accounts, savings accounts, certificates of deposit, health savings accounts, and individual retirement accounts. Other services include debit cards, deposit-taking automated teller machines (ATM), drive-thru facilities, telephone banking, online banking, and mobile banking.

As of the June 30, 2023, Consolidated Reports of Condition and Income, the bank reported total assets of approximately \$2.1 billion, total loans \$1.6 billion, and total deposits of \$1.6 billion. Since the prior evaluation and primarily due to the acquisition of Texas Bank Financial, total assets grew 269.9 percent, total loans increased by 319.1 percent, and total deposits grew by 233.2 percent.

The following table illustrates the mix of outstanding loans as of June 30, 2023, which reflects a distribution supportive of the institution's primary business focus, residential lending.

<b>Loan Portfolio Distribution as of 6/30/2023</b>		
<b>Loan Category</b>	<b>\$000s)</b>	<b>%</b>
Construction, Land Development, and Other Land Loans	315	19.8
Secured by Farmland	38	2.4
Secured by 1-4 Family Residential Properties	817	51.4
Secured by Multifamily (5 or more) Residential Properties	33	2.1
Secured by Nonfarm Nonresidential Properties	329	20.7
<b>Total Real Estate Loans</b>	<b>1,532</b>	<b>96.4</b>
Commercial and Industrial Loans	«	2.7
Agricultural Production and Other Loans to Farmers	2	0.1
Consumer Loans	8	0.5
Obligations of State and Political Subdivisions in the U.S.	4	0.3
Other Loans	0	n
Lease Financing Receivable (net of unearned income)	0	0
Less: Unearned Income	0	0
<b>Total Loans</b>	<b>1,539</b>	<b>100.0</b>

*Source: Reports of Condition and Income 6/30/2023*

TexasBank does not have any financial, legal, or other impediments that would limit the institution's ability to meet the credit needs of its assessment areas.

## **DESCRIPTION OF ASSESSMENT AREAS**

TexasBank designated three assessment areas (AA) for CRA purposes: the Dallas-Fort Worth-Arlington Metropolitan Statistical Area (DFW MSA AA), the El Paso MSA AA, and the Texas Non-MSA AA. Since the previous evaluation, the bank expanded their designated AAs from strictly the Texas Non-MSA AA to include the DFW MSA AA and the El Paso MSA AA.

The combined AAs include 1,403 census tracts with the following income designations according to the 2020 U.S. Census data: 154 low-, 437 moderate-, 426 middle-, 367 upper-income, and 19 tracts with no designation. As noted above, since the previous evaluation and due to the acquisition, the bank expanded their designated AAs to include Dallas County, part of the Dallas-Plano-Irving Metropolitan Division (MD); and Johnson, Parker, Tarrant, and Wise Counties, part of the Fort Worth-Arlington-Grapevine MD. Since these counties are contiguous and part of the greater Dallas-Fort Worth-Arlington MSA, examiners combined them into one AA (DFW MSA AA) for analysis and presentation purposes. The bank also added El Paso County, part of the El Paso MSA due to the establishment of the new branch.

## **SCOPE OF EVALUATION**

### **General Information**

To assess performance examiners applied the Federal Financial Institutions Examination Council (FFIEC) Intermediate Small Bank CRA Examination Procedures, which include the Lending Test and Community Development Test. The appendices define each test's criteria. The evaluation period extends from July 20, 2020, to October 16, 2023, or the date of the last evaluation to the date of the current evaluation.

The following table presents the loan, deposit, and branch data for each AA. As shown, the bank generated the majority of its lending in the DFW MSA AA. The Texas Non-MSA AA generated the second highest volume of loans, while retaining the highest percentage of offices. Therefore, examiners performed full-scope reviews in these areas. Consequently, given the limited volumes in the El Paso MSA AA, examiners performed a limited-scope analysis on this area. Examiners generally weighed performance for the AAs based on the lending percentages in the following table. Consequently, the DFW MSA AA received the most weight when arriving at conclusions.

Assessment Area Breakdown of Loans, Deposits, and Branches						
Assessment Area	Loans		Deposits		Branches	
	S(OOOs)	%	\$OOOs)	%	#	%
DFW MSA	315.514	50.7	831.980	50.7	3	25.0
El Paso MSA	71.438	14.0	53.017	3.2	1	8.3
Texas Non-MSA	124,509	24.3	755.856	46.1	8	66.7
<b>Total</b>	<b>511.461</b>	<b>100.0</b>	<b>1,640,853</b>	<b>100.0</b>	<b>12</b>	<b>100.0</b>

Source: Bank Data: FDIC Summary of Deposits (12/30/2023)

### Activities Reviewed

For the Lending Test, CRA Intermediate Small Bank procedures require examiners to determine the bank's major product lines from which to sample, and as an initial matter, examiners may select from among the same loan categories used for CRA Large Bank evaluations: home mortgage, small business, small farm, and consumer loans.

The following table shows the bank's 2022 lending activity by loan category, which reflects a generally consistent pattern with the lending emphasis at the last evaluation.

Loans Originated or Purchased				
Loan Category	S(000s)	%	*	%
Construction and Land Development	178.498	48.8	164	16.9
Secured by Farmland	0	0.0	0	0.0
Secured by 1-4 Family Residential Properties	24.135	6.6	74	7.6
Multi-Family (5 or more Residential Properties)	2.785	0.7	2	0.2
Commercial Real Estate Loans	87.067	23.8	79	8.2
Commercial and Industrial Loans	63252	17.3	205	21.2
Agricultural Loans	1.130	0.3	73	7.5
Consumer Loans	5.657	1.6	356	36.7
Other Loans	3.203	0.9	16	1.7
<b>Total Loans</b>	<b>365.727</b>	<b>100.0</b>	<b>969</b>	<b>100.0</b>

Suwi Bank Data 01/01/2022 - 12/31/2022

Examiners determined that the bank's major product lines include commercial (commercial and industrial and commercial real estate) lending at 41.1 percent of the overall dollar volume, and home mortgage (secured by 1-4 family and multi-family residential) lending, which represents 7.3 percent. Of the other typically considered products, agricultural (secured by farmland and agricultural) lending represents 0.3 percent, and consumer loans account for 1.6 percent of overall lending by dollar volume. Consequently, examiners did not analyze small farm or consumer lending since conclusions regarding these products would not materially affect any conclusions or ratings.

Examiners considered not only the loan origination activity in determining the appropriate presentation and weighting of products, but also the volumes of lending found in reported data. As

of 2022. the bank began reporting data pursuant to the Home Mortgage Disclosure Act (HMDA). However, the loan originated or purchased table above does not capture a vast majority of the bank's HMDA lending, as loans sold into the secondary market do not remain on the bank's books. Consequently, reported data shows the 2022 HMDA Loan Application Registry (LAR) contains 1,792 originations and purchases.

Therefore, this evaluation includes a review of home mortgage loans reported on the bank's 2022 HMDA LAR. the only year in which the bank reported HMDA data. Accordingly, this evaluation considers all 1.792 HMDA loans totaling \$409.X million originated or purchased in 2022. Examiners used the full universe of HMDA loans to arrive at conclusions for the assessment area concentration, while using those loans originated within the assessment areas to complete analysis under the geographic distribution and borrower profile criteria. HMDA aggregate data for 2022 provided the primary standard of comparison for home mortgage loans.

Further, from the universe of 2X4 commercial loans totaling \$150.3 million originated in 2022, examiners selected a sample of 115 small business loans totaling \$6.1 million to analyze the assessment area concentration criterion. From the 102 loans originated in the assessment areas, examiners used 96 of the loans, totaling \$2.9 million, for the geographic distribution performance factor and for the borrower profile analysis. D&B data for 2022 provides a standard of comparison for the small business loans reviewed.

As a result, this evaluation includes analysis and presents conclusions for home mortgage and small business lending. Considering the volumes noted in the loan origination table as well as reported data, examiners placed significantly more weight on home mortgage lending when arriving at overall conclusions and ratings.

For the Community Development Test, this evaluation considers applicable current period activities, the bank's community development lending, investments, and services provided within the AAs and the broader statewide regional area. Current period activities involve those generated since the previous July 20, 2020. evaluation. The scope of this evaluation also considered all prior period qualified investments, those purchased prior to the evaluation and still outstanding as of this evaluation's date. Examiners use the book value as of the current evaluation date for all prior period investments.

## **CONCLUSIONS ON PERFORMANCE CRITERIA**

### **LENDING TEST**

TexasBank demonstrated an outstanding record regarding Lending Test. Excellent geographic distribution and borrower profile performances primarily support this conclusion. A more than reasonable loan-to-deposit ratio further supports the overall rating.

#### **Loan-to-Deposit Ratio**

The loan-to-deposit (LTD) ratio is more than reasonable (considering seasonal variations and taking into account lending related activities) given institution's size, financial condition, and assessment

area credit needs. For the 14 quarters since the prior evaluation, the bank recorded a 95.7 percent average, net LTD ratio. The quarterly LTD ratios ranged from a low 59.5 percent on December 31, 2021, to a high of 97.5 percent on June 30, 2022. The average, net LTD ratio demonstrated an increase from 85.5 percent noted at prior evaluation, with no additional discernable trends noted.

The table below shows performance for the bank and the four similarly situated institutions based on comparable lending emphasis and asset size. As shown, the table below shows the bank's average, net LTD ratio of 95.7 percent exceeds three comparable institutions while trailing the final similarly situated institution.

Loan-to-Deposit (LTD) Ratio Comparison		
Bank	Total Assets as of 6/30/2023 (SOOs)	Average Net LTD Ratio (%)
<b>TexasBank. Brownwood. Texas</b>	<b>2,094,068</b>	<b>95.7</b>
Cornerstone Capita! Bank. Roscoe. TX	2,296.646	104.6
Central National Bank. Waco, TX	1,173,339	<b>90.0</b>
I Benchmark Bank. Plano. TX	1,060.932	73.5
City National Bank, Sulphur Spring. TX	1,226.980	73.3

Source ■ Reports of Condition and Income 6 30 2023

### Assessment Area Concentration

A majority of loans and other lending related activities are inside the institution's AAs. The majorities of home mortgage and small business loans originated inside the AAs support this conclusion. Examiners considered the bank's lending, office structure, and loan categories reviewed relative to the size of the combined AA when arriving at this conclusion.

The table below illustrates that the bank originated a majority of its home mortgage and small business loans within the designated AAs by both number and dollar volume.

Lending Inside and Outside of the Assessment Area													
Loan Category	Number of Loans						Total #	Dollars Amount of Loans S(OOs)					7 total S(OOs)j
	Inside			Outside				Inside			Outside		
	#	%	J	#	J	%		s	i	%	s	I	
Home Mortgage													
2022	<b>1,111</b>	62.0		681	38.0		1792	259,665	63.4		150,106	36.6	1 409,771
Small Business													
2022	<b>102</b>	88.7		13	11.3		115	5,410	89.2		653	10.8	6,063

Source: HMDA Reported Data: Bank Data

### **Geographic Distribution**

The geographic distribution of loans reflects excellent dispersion throughout the AAs for the institution as a whole. The DFW MSA AA and El Paso MSA AA demonstrated consistent performance with the overall conclusion, while the Texas Non-MSA AA demonstrated inconsistent performance, falling below the overall level. The most heavily weighted area, the DFW MSA AA, primarily supported the overall conclusion.

Examiners considered the loan product type reviewed relative to the available comparative data and any performance context issues. The analysis focused on the bank's loan number percentages in low- and moderate-income census tracts relative to the comparable data when arriving at conclusions. Please see the separate AA sections that follow for more detail about each individual AA.

### **Borrower Profile**

The distribution of borrowers reflects, given the demographics of the AAs, excellent penetration among individuals of different income levels (including low- and moderate-income) and businesses of different sizes for the institution as a whole. The DFW MSA AA demonstrated consistent performance with the overall conclusion, while the Texas Non-MSA AA and El Paso MSA AA demonstrated inconsistent performance, falling below the overall level. The most heavily weighted area, the DFW MSA AA, primarily supported the overall conclusion.

Examiners considered the loan product type reviewed relative to the available comparative data and any performance context issues. Examiners focused on the bank's level of lending to low- and moderate-income borrowers and businesses with gross annual revenues of \$1 million or less. Please see the separate AA sections that follow for more detail about each individual AA.

### **Response to Complaints**

The institution did not receive any CRA-related complaints since the previous evaluation; therefore, this criterion did not affect the Lending Test rating.

## **COMMUNITY DEVELOPMENT TEST**

The institution's community development performance demonstrates adequate responsiveness to community development needs in its AAs through community development loans, qualified investments, and community development services, as appropriate, considering the institution's capacity and the need and availability of such opportunities for community development in the institution's AAs.

### **Community Development Loans**

The table below shows that since the prior evaluation, the bank granted 19 community development loans totaling approximately \$91.9 million. This level equates to 4.4 percent of average total assets of approximately \$2.1 billion and 5.7 percent of average net loans of approximately \$1.6 billion

since the last evaluation. These percentages reflect an increase over the 2.8 percent of average total assets and 3.8 percent of average total loans noted at the prior evaluation, where the bank originated 154 community development loans totaling \$13.8 million.

The following table illustrates the bank's community development loans by purpose and year.

Community Development Lending Whole Bank										
Activity Year	Affordable Housing		Community Services		Economic Development		Revitalize or Stabilize		Totals	
	#	\$ (000s)	#	\$ (000s)	#	\$ (000s)	#	\$ (000s)	#	\$ (000s)
2020 (Partial)	0	0	0	0	0	0	4	22,723	4	22,723
2021	0	0	1	1,061	0	0	7	22,636	8	23,697
2022	1	2,240	0	0	0	0	6	43,222	7	45,462
2023 (YTD)	0	0	0	0	0	0	0	0	0	0
<b>Total</b>	<b>1</b>	<b>2,240</b>	<b>1</b>	<b>1,061</b>	<b>0</b>	<b>0</b>	<b>17</b>	<b>88,581</b>	<b>19</b>	<b>91,882</b>

Source: Bank Data ~ 2020-10-16-23

The following table contains the distribution of community development loans by AA and purpose.

Community Development Lending by Assessment Area										
Assessment Area	Affordable Housing		Community Services		Economic Development		Revitalize or Stabilize		Totals	
	#	\$ (000s)	#	\$ (000s)	#	\$ (000s)	#	\$ (000s)	#	\$ (000s)
DEW MSA	0	0	0	0	0	0	14	73,639	14	73,639
El Paso MSA	1	2,240	1	1,061	0	0	0	0	2	3,301
Texas Non-MSA	0	0	0	0	0	0	1	8,400	1	8,400
Statewide Activities	0	0	0	0	0	0	2	6,542	2	6,542
<b>Total</b>	<b>1</b>	<b>2,240</b>	<b>1</b>	<b>1,061</b>	<b>0</b>	<b>0</b>	<b>17</b>	<b>88,581</b>	<b>19</b>	<b>91,882</b>

Source: Bank Data 7-20-2020-10-16-23

Since the bank addressed the community credit needs inside of the designated AAs, statewide activities include loans outside of the defined AAs, but within the State of Texas. The following highlights the bank's statewide community development loans.

- *Revitalize & Stabilize* - In 2022, the bank originated a loan for approximately \$4.8 million to purchase properties in low- and moderate-census tracts within Gregg County and Jim Wells County. Therefore, assisting with the need to attract new or retain existing businesses or residents in these areas.

Refer to the review of each AA for more details on community development lending activities specific to the individual AAs.

## Qualified Investments

The following table shows that the bank made three qualified investments totaling approximately \$9.5 million, as well as 79 grants and donations totaling \$105 thousand. The level equates to 0.5 percent of average total assets of approximately \$ 2.1 billion and 10.8 percent of average securities of approximately \$88.5 million. These levels reflect a decline from the prior evaluation's 150 qualified investments totaling \$16.6 million that represented 3.3 percent of average total assets and 57.8 percent of average securities.

The following table illustrates the bank's qualified investments by purpose and year.

Qualified Investments Whole Bank										
Activity Year	Affordable Housing		Community Services		Economic Development		Revitalize or Stabilize		Totals	
	#	\$ (000s)	#	\$ (000s)	#	\$ (000s)	#	\$ (000s)	#	\$ (000s)
2020 (Partial)	0	0	0	0	0	0	0	0	0	0
2021	0	0	0	0	0	0	0	0	0	0
2022	0	0	2	6,500	0	0	0	0	2	6,500
2023 (YTD)	0	0	0	0	0	0	1	3,030	1	3,030
Subtotal	0	0	2	6,500	0	0	1	3,030	3	9,530
Qualified Grants & Donations	0	0	69	87	0	0	10	18	79	105
<b>Total</b>	<b>0</b>	<b>0</b>	<b>71</b>	<b>6,587</b>	<b>0</b>	<b>0</b>	<b>11</b>	<b>3,048</b>	<b>82</b>	<b>9,635</b>

Source: Bank Data 7/2/2020-10/16/2023

The following table contains the breakdown of qualified investments by AA and purpose.

Qualified Investments by Assessment Area										
Assessment Area	Affordable Housing		Community Services		Economic Development		Revitalize or Stabilize		Totals	
	#	\$ (000s)	#	\$ (000s)	#	\$ (000s)	#	\$ (000s)	#	\$ (000s)
DFW MSA	0	0	28	6,546	0	0	2	2	30	6,548
El Paso MSA	0	0	3	7	0	0	2	2	5	11
Texas Non-MSA	0	0	37	27	0	0	7	3,044	44	3,071
Statewide Activities	0	0	3	5	0	0	0	0	3	5
<b>Total</b>	<b>0</b>	<b>0</b>	<b>71</b>	<b>6,587</b>	<b>0</b>	<b>0</b>	<b>11</b>	<b>3,048</b>	<b>82</b>	<b>9,635</b>

Source: Bank Data 7/2/2020-10/16/2023

The following point provides an example of the bank's qualified investments at the statewide level.

- *Community Service*- The bank donated to an organization focused on women overcoming obstacles and barriers after release from prison. Therefore, this activity benefits low- and moderate-income individuals.



Refer to the review of each AA for more details on qualified investment activities specific to individual AAs.

### Community Development Services

The following table shows that the bank provided 49 community development services, which on average equates to 1.3 community development services per office, per year since the previous evaluation, reflective of adequate performance.

Community Development Services Whole Bank					
Activity Year	Affordable Housing	Community Services	Economic Development	Revitalize or Stabilize	Totals
	#	R	#	#	#
2020 (Partial)	0	1	0	0	1
2021	0	2	0	0	2
2022	0	11	0	0	11
2023 (YTD)	18	17	0	0	35
<b>Total</b>	<b>18</b>	<b>31</b>	<b>0</b>	<b>0</b>	<b>49</b>

*Source: Bank Records (2/20/2020-10/16/2021)*

The following table illustrates the distribution of community development services by AA and purpose.

Community Development Services by Assessment Area					
Assessment Area	Affordable Housing	Community Services	Economic Development	Revitalize or Stabilize	Totals
	#	#	#	#	#
DFW MSA	14	17	0	0	31
El Paso MSA	0	1	0	0	1
Texas Non-MSA	0	13	0	0	13
Statewide Activities	4	0	0	0	4
<b>Total</b>	<b>18</b>	<b>31</b>	<b>0</b>	<b>0</b>	<b>49</b>

*Source: Bank Record\* (10/16/2020-10/16/2021)*

The following point provides an example of the bank's qualified investments at the statewide level.

- *Affordable Housing*- Personnel participated in a home buying workshop offering financial literacy courses for low- and moderate-income individuals.

Refer to the review of each AA for more details on services specific to individual AAs.

The bank operates one of the twelve full-service branch locations in a moderate-income area. Additionally, the bank operated one of its limited-service locations in a low-income census tract.

However, the bank offers deposits taking at all ATMs, internet banking, and mobile banking to help make products and services available to low- and moderate-income individuals.

**DISCRIMINATORY OR OTHER ILLEGAL CREDIT PRACTICES REVIEW**

The bank s compliance with the laws relating to discrimination and other illegal credit practices was reviewed, including the Fair Housing Act and the Equal Credit Opportunity Act. Examiners did not identify any discriminator}’ or other illegal credit practices.

**DEW MSA AA - Full-Scope Review**

**DESCRIPTION OF INSTITUTION’S OPERATIONS IN DFW MSA AA**

The DFW MSA AA contains the full counties of Dallas. Johnson. Parker. Tarrant, and Wise. TexasBank operates three full-service branches with ATMs and one Loan Production Office within this AA. The following table depicts the bank's full-service branches operating within the DFW MSA AA.

Office Locations DFW MSA AA			
County/City/Office	Office Type	Census Tract Income Level	Office Opened or Closed Since Last Evaluation
<i>Dallas County:</i> Dallas- 5429 LBJ Freeway	Branch	Middle	Acquired 1'2'2022
<i>Tarrant County:</i> Fort Worth- 4521 S. Hulen Street	Branch	Upper	Acquired 1 2 2022
<i>Parker County:</i> Weatherford- 901 Santa Fe Dr	Branch	Middle	Acquired 1 2 2022
<i>Source: Bank records und 2020 U.S. Census</i>			

**Economic and Demographic Data**

According to the 2020 U.S. Census data, the designated assessment areas encompasses 1.178 census tracts, which reflect the following income designations: 143 low-. 374 moderate-. 344 middle-, and 301 upper-income census tracts. In addition. 16 census tracts do not contain an income designation.

On February 19. 2021, the Federal Emergency Management Agency (FEMA) made a disaster declaration affecting DFW MSA AA due to severe winter storms. Additionally, on March 25. 2020. FEMA made a disaster declaration affecting the DFW MSA AA due to COMD-19 pandemic. Both declarations affected all five counties in the AA.

The following table contains additional demographic information.

Demographic Information of the Assessment Area DFW MSA AA						
Demographic Characteristics	*	Low % of#	Moderate % of#	Middle % of#	Upper % of#	NA* % of#
Geographies (Census Tracts)	1,178	12.1	31.7	29.2	25.6	1.4
Population by Geography	5,120,960	11.6	31.5	30.8	25.3	0.7
Housing Units by Geography	1,046,812	12.2	30.3	30.9	25.7	0.9
Oxner-Occupied Units by Geography	1,009,248	6.2	26.4	34.2	32.8	0.4
Occupied Rental Units by Geography	785,566	18.9	35.0	17.1	17.2	1.4
Vacant Units by Geography	151,998	16.9	31.6	26.8	23.0	1.6
Businesses by Geography	774,907	6.2	21.9	30.5	40.6	0.8
Farms by Geography	12,320	4.5	20.5	32.9	41.5	0.6
Family Distribution by Income Level	1,205,723	25.7	19.0	19.4	35.9	0.0
Household Distribution by Income Level	1,794,814	25.7	18.2	18.4	37.7	0.0
Median Family Income MSA - 19124 Dallas-Plano-Irving, TX		\$88,315	Median Housing Value			\$224,640
Median Family Income MSA - 23104 Fort Worth-Arlington-Grapevine, TX		\$82,649	Median Gross Rent			\$118.2
			Families Below Poverty Level			9.8%

Source: 2020 U.S. Census and 2022 DAB Data  
 \*Due to rounding, totals may not equal 100.0%  
 1/ (\*) The NA category consists of geographies that have not been assigned an income classification.

Examiners use the applicable FFIEC median family income levels to analyze home mortgage loans under the borrower profile criterion. The Dallas-Plano-Irving MD reports a 2022 FFIEC-adjusted median family income of \$97,400, while the Fort Worth-Arlington-Grapevine MD reports an adjusted median family income of \$92,400. The following table includes the income breakdown for the low-, moderate-, middle-, and upper-income categories.

Median Family Income Ranges				
Median Family Income	Low <50%	Moderate 50% to <80%	Middle 80% to <120%	Upper >120%
<b>Dallas-Plano-Irving, TX Median Family Income (19124)</b>				
2022 (\$97,400)	<\$48,700	\$48,700 to <\$77,920	\$77,920 to <\$116,880	>\$116,880
<b>Fort Worth-Arlington-Grapevine, TX Median Family Income (23104)</b>				
2022 (\$92,400)	<\$46,200	\$46,200 to <\$73,920	\$73,920 to <\$110,880	>\$110,880

Source: FFIEC

According to the 2022 D&B data, the DFW MSA AA includes 774,907 businesses. The largest industries in the AA include services (34.2 percent), non-classifiable establishments (17.4 percent), retail trade (16.1 percent), and finance, insurance, and real estate (10.9 percent). The largest employers in the DFW MSA AA include American Airlines, Baylor Scott & White Healthcare, and Walmart.

According to the U.S. Bureau of Labor Statistics, employers in the DFW metro area increased employment numbers by 154,800 persons over the year as of August. The increase in the local rate of jobs at 3.8 percent compared favorably to the 2.0 percent national increase. The services sector had a 12.3 percent gain and financial activities had 4.2 percent gain, while education, manufacturing, and health all had a 3.3 percent gain.

The following table illustrates the unemployment rates for the DFW MSA over the evaluation period as well as the State of Texas and national averages for the same period. As shown the AA rates remained below both the state and the nation.

<b>Unemployment Rates</b>			
<b>Area</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
	<b>%</b>	<b>%</b>	<b>%</b>
DFW MSA	6.0	3.6	<b>3.1</b>
State of Texas	6.9	5.0	3.8
National Average	8.1	5.3	3.5

*Source: Bureau of Labor Statistics*

### **Competition**

DFW MSA AA contains a high level of competition from other chartered banks based on the area population with each of the 1,073 offices from the 146 institutions serving on average approximately 4,772 people. TexasBank ranks 39<sup>th</sup> in market share by capturing 0.2 percent of the area's deposit based on the June 30, 2023. FDIC Deposit Market Share Report. The top three institutions, with 318 branches in the area hold 61.0 percent of the deposits.

### **Community Contact**

Examiners utilized an existing community contact, from an economic development organization, knowledgeable of the area's business environment. The contact helped assess the area's current economic conditions, community credit needs, and potential opportunities for bank involvement. The contact indicated a strong overall economy and steady growth for Tarrant County despite the COVID-19 pandemic. The contact noted new business start-ups taking place; however, credit products for these new businesses pose opportunity for bank participation. In addition, the contact stated financial literacy courses for homebuyers and small business lending represent continued needs within the community. The contact stated that local banks generally serve the credit needs of the community.

### **Credit and Community Development Needs and Opportunities**

Considering information obtained from the community contact, bank management, and demographic and economic information, examiners determined the primary credit need of this AA includes small business loans.

The area's recent federal disaster area designations suggest a high need for activities that revitalize or stabilize qualifying geographies. In addition, demographic data shows that 44.7 percent of the

area's families reported low- or moderate-incomes suggesting a need for affordable housing as well as activities that benefit projects or organizations that provide community services targeted to these families.

## **CONCLUSIONS ON PERFORMANCE CRITERIA IN DFW MSA AA**

### **LENDING TEST**

TexasBank demonstrated an outstanding Lending Test record in the DFW MSA AA. The excellent geographic distribution and borrower profile performances support this conclusion.

### **Geographic Distribution**

The geographic distribution of loans reflects excellent dispersion throughout the DFW MSA AA. The excellent dispersion of home mortgage loans sufficiently lifted the poor dispersion of small business loans to support this conclusion.

### ***Home Mortgage Loans***

The geographic distribution of home mortgage loans in the DFW MSA AA reflects excellent dispersion. An excellent record of lending in low- and moderate-income census tracts supports this conclusion.

The following table shows that in low-income census tracts, the bank level rises 8.6 percentage points above the aggregate figure, reflecting excellent performance. The table further shows that in moderate-income census tracts, the bank's level rises 26.3 percentage points above aggregate figure, also reflective of excellent performance.

Geographic Distribution of Home Mortgage Loans DFW MSA AA						
Tract Income Level	% of Owner-Occupied Housing Units	Aggregate Performance % of #	#	%	SfftOOs)	%
Low						
2022	6.2	6.1	144	14.7	27.778	12.2
Moderate						
2022	26.4	21.5	467	47.8	<b>97.688</b>	42.8
Middl.						
2022	34.2	35.2	278	28.5	75.440	33.0
Upper						
2022	32.8	36.7	87	8.9	27.171	11.9
Not Available						
2022	0.4	0.5	> 1	0.1	<b>388</b>	0.2
<b>Total:</b>						
<b>2022</b>	<b>100.0</b>	<b>100.0</b>	<b>977</b>	<b>100.0</b>	<b>228.465</b>	<b>100.0</b>
<i>Source. 2020 L S CtWUS Bunk Data. 2022 HMDJ 4ggrrgate Dura available Due to rounding, totals fur. not equal 100.0%</i>						

### ***Small Business Loans***

The geographic distribution of small businesses loans in the DFW MSA AA reflects poor performance. The poor level of lending within low-income census tracts slightly lifted the very poor level of lending within moderate-income census tracts to support this conclusion.

The following table shows that in low-income census tracts the bank's performance falls below demographics by 6.2 percentage points, demonstrating poor performance. Within the moderate-income census tracts, the bank's performance fell 14.8 percentage points below demographics, demonstrating very poor performance.

Geographic Distribution of Small Business Loans DFW MSA AA					
Tract Income Level	% of Businesses	#	%	S(OOos)	%
Low					
2022	6.2	0	0.0	0	0.0
Moderate					
2022	21.9	1	7.1	30	1.3
Middle					
2022	30.5	2	14.3	75	3.3
Upper					
2022	40.6	11	78.6	2,149	95.3
Not Available					
2022	0.8	0	0.0	0	0.0
Totals					
2022	100.0	14	100.0	2,254	100.0
<i>Source 2022 D&amp;B Data Bank Data, data not available Due to rounding totals may not equal 100%</i>					

### Borrower Profile

The distribution of borrowers reflects, given demographics of the assessment area, excellent penetration among individuals of different levels (including low- and moderate-income) and businesses of different sizes. The excellent home mortgage lending lifted the reasonable small business lending to support this conclusion.

#### ***Home Mortgage Loans***

The borrower profile distribution of home mortgage loans in the DFW MSA AA reflects excellent performance. A reasonable record to low-income borrowers lifted by an excellent record to moderate-income borrowers supports this conclusion.

The following table shows that to low-income borrowers in the assessment area, the bank's level of lending rises 4.8 percentage points above the aggregate figure, reflective of reasonable performance. The table further shows that to moderate-income borrowers, the bank's level of lending exceeded that of aggregate lenders by 26.3 percentage points, reflective of excellent performance.

Distribution of Home Mortgage Loans by Borrower Income Level DFW MSA AA						
Borrower Income Level	% of Families	Aggregate Performance % of #	#	%	S(000s)	%
Low						
2022	25.7	5.0	96	9.8	13,099	5.7
Moderate						
2022	19.0	15.1	404	41.4	79,907	35.0
Middle						
2022	19.4	20.1	269	27.5	66,132	28.9
Upper						
2022	35.9	37.8	160	16.4	48,313	21.1
Not Available						
2022	0.0	22.0	48	4.9	21,014	9.2
Totals						
2022	100.0	100.0	977	100.0	228,465	100.0

Source: 2020 U.S. Census, Bank Data 2022 Hk/D-i Aggregate Data. Due to rounding, totals may not equal 100%.

### Small Business Loans

The borrower profile distribution of small business loans in the DFW MSA AA reflects reasonable performance. Reasonable performance to businesses with gross annual revenues of \$1 million or less supports this conclusion.

The following table shows that the bank's level of lending to businesses with gross annual revenues of \$1 million or less trailed the D&B data by 27.0 percent points. Additionally, examiners noted the bank originated one out of every six loans to businesses with gross annual revenues of \$1 million or less, further supporting the reasonable lending level.

Distribution of Small Business Loans by Gross Annual Revenues DFW MSA AA					
Gross Revenue Level	% of Businesses	n	%	\$ (000s)	%
<\$100,000	68.8	1	7.1	116	5.1
\$100,000 - \$249,999	16.5	2	14.3	75	3.3
\$250,000 - \$499,999	3.8	2	14.3	442	19.6
\$500,000 - \$1,000,000	1.9	4	28.6	629	27.9
Subtotal <=\$1,000,000	91.0	9	64.0	1,262	56.0
>\$1,000,000	2.7	5	35.7	992	44.0
Revenue Not Available	6.3	0	0.0	0	0.0
Total	100.0	14	100.0	2,254	100.0

Source: 2022 D&B Data, Bank Data. Due to rounding, totals may not equal 100%.



## COMMUNITY DEVELOPMENT TEST

TexasBank's community development performance demonstrates adequate responsiveness to community development needs in DFW MSA AA through community development loans, qualified investments, and community development services, as appropriate, considering the institution's capacity and the need and availability of such opportunities for community development in the AA.

### Community Development Loans

The bank originated 14 community development loans totaling approximately \$73.6 million in the DFW MSA AA. The level of community development loans originated within this AA represents 80.1 percent of the overall bank's community development lending as compared to 61.7 percent of total loans originated in this AA. Given the prior evaluation occurred prior to the acquisition and merger, TexasBank's prior evaluation did not include the DFW MSA AA.

The community development loans supported revitalization and stabilization efforts, which demonstrates the bank's responsiveness to identified community development needs. The following points highlight examples of the bank's community development loans in the DFW MSA AA.

- **Revitalize or Stabilize-** In 2021 and 2022, TexasBank originated two community development loans totaling nearly \$5.7 million that benefit the Bishop's Ans area of Southern Dallas.
- **Revitalize or Stabilize-** In 2021, TexasBank originated \$1.9 million loan to develop a 146 unit multi-family community in a low-income census tract in Dallas County.

### Qualified Investments

The bank made 30 qualified investments totaling approximately \$6.5 million in DFW MSA AA since the previous evaluation. This level represents 68.0 percent of the bank's overall qualified investment activity as compared to 50.7 percent of deposits attributed to this AA. As noted previously, TexasBank's last evaluation did not include the DFW MSA AA.

The following points highlight examples of the bank's qualified investments in the DFW MSA AA.

- **Community' Service-** In 2022, the bank made a \$5.0 million investment in a bond benefiting KIPP Texas in the Dallas Region. The school operates seven campuses in low- and moderate-income areas with the majority of students considered low- and moderate-income based upon their eligibility to receive free or reduced-price lunch.
- **Community' ServiceAn** 2021, the bank donated \$5,000 to an organization that assists Fort Worth women overcoming the many obstacles and barriers after release from prison.

### Community Development Services

During the review period, the bank provided 31 community services in the DFW MSA AA. The bank provided community services targeted to low- or moderate-income individuals or areas, but also provided for economic development in this area.

The following highlights the community development services provided in the DFW MSA AA.

- ***Affordable Housing***- Three bank employees worked with local organization that help to meet the credit needs of low- and moderate-income individuals. Bank employees provided a four class series to low- and moderate-income minority individuals. The series provided information regarding credit, savings, budgeting, and mortgage products in preparation for home buying.

The bank does not operate any of its full-service branches in low- or moderate-income geographies in the DFW MSA AA; however, all three locations lie within close proximity to low- and moderate-income geographies. As previously noted, the bank's full-service office locations provide alternative delivery systems that help avail services to low- or moderate-income individuals or geographies. Those alternative systems include ATMs at each branch location including three deposit-taking ATMs in the AA. In addition, the bank provides online banking and bill pay as well as mobile banking products.

## **TEXAS NON-MSA AA - Full-Scope Review**

### **DESCRIPTION OF INSTITUTION'S OPERATIONS IN TEXAS NON-MSA AA**

The bank's Texas Non-MSA AA contains the full counties of Brown, Comanche, Eastland, and Erath. TexasBank operates eight full-service branch locations and two limited-service branch locations within the AA. The bank operates ATMs at each branch location. The following table depicts the bank's full-service branch locations with the bank's Texas Non-MSA AA.

Office Locations Texas Non-MSA AA			
County/City Office	Office Type	Census Tract Income Level	Office Opened or Closed Since Last Evaluation
<i>Brown County:</i>			
400 Fisk Ave.	Main Office	Unknown	No
503 E Hall St.	Branch	Middle	No
3802 Highway 377 S.	Branch	Middle	No
<i>Comanche County:</i>			
200 W. Central Ave.	Branch	Middle	No
<i>Eastland County:</i>			
510 W. Mam St.	Branch	Middle	No
<i>Erath County:</i>			
998 Wolfe Nursery Rd.	Branch	Upper	No
301 N Patrick St.	Branch	Middle	No
200 N. Graham St.	Branch	Upper	No
<i>Sourix Bank retards and 2020 U.S. Census</i>			

### Economic and Demographic Data

The Texas Non-MSA AA's 37 census tracts reflect the following income designations based on 2020 U.S. Census data: 1 low-, 4 moderate-, 18 middle-, and 12 upper-income census tracts, and 2 census tracts that do not contain an income designation. There are no distressed, underserved, or designated disaster areas within the bank's AA from 2021 through 2023. The following table notes certain demographic data for the area.

Demographic Information of the Assessment Area Texas Non-MSA AA						
Demographic Characteristics	#	Low % of#	Moderate % of #	Middle % of#	Upper % of#	NA* •/.of#
Geographies (Census Tracts)	37	2.7	10.8	48.6	32.4	5.4
Population by Geography	111,959	2.3	8.2	51.6	35.3	2.6
Housing Units by Geography	55,346	2.1	10.4	51.0	33.7	2.7
(hvnrcr-Occupied Units by Geography	29,544	1.4	9.5	50.2	36.1	2.9
Occupied Rental Units by Geography	11,766	5.0	11.0	54.4	28.3	1.3
Vacant Units by Geography	14,036	1.2	11.9	50.0	33.4	3.6
Businesses by Geography	10,839	1.8	6.8	48.7	36.0	6.6
Farms by Geography	888	0.6	7.5	44.8	42.8	4.3
Family Distribution by Income Level	26,845	17.9	16.0	21.6	44.5	0.0
Household Distribution by Income Level	413,10	25.3	15.5	16.9	42.3	0.0
Median Family Income Non-MSAs - TX		\$61,785	Median Housing Value			\$134,018
			Median Gross Rent			\$770
			Families Below Poverty Level			9.0%

Source: 2020 U.S. Census and 2022 D&R Data

Due to rounding total may not equal 100%

The NA category consists of geographies that have not been assigned an income level.

The Texas Non-MSA AA reports a 2022 FFIEC-adjusted median family income \$68,800. The following table includes the income breakdown for the low-, moderate-, middle-, and upper-income categories.

Median Family Income Ranges				
Median Family Incomes	Low <50%	Moderate 50% to <80%	Middle 80% to <120%	Upper >120%
2022 (\$68,800)	<\$34,400	\$34,400 to <\$55,040	\$55,040 to <\$82,560	>\$82,560
<i>Source FF/EC</i>				

According to the 2022 D&B data, the Texas Non-MSA AA includes 10,839 businesses. The largest industries in the AA include services (28.9 percent); retail trade (11.9 percent); finance, insurance and real estate (9.7 percent); and agricultural, forestry and fishing (8.6 percent). The largest employers in Brown County include 3M Company, Hendrick Medical Center Brownwood, and Brownwood Independent School District.

The following table presents the unemployment rates for each county, as well as the state and national averages. As shown, the four counties display unemployment levels lower than the state and national levels in 2021; however, in 2022, both Brown County and Eastland County land above the state and national averages.

Unemployment Rates			
Area	2020	2021	2022
	%	%	%
Brown County	5.9	4.0	4.8
Comanche County	5.4	3.8	3.3
Eastland County	6.7	4.1	4.0
Erath County	5.3	3.6	3.0
State of Texas	6.9	5.0	3.8
National Average	8.1	5.3	3.5
<i>Source Bureau of Labor Statistics</i>			

### Competition

The Texas Non-MSA AA contains a significant level of competition from other charter banks based on the area population, which each of the 42 offices from the 15 institutions serving on average approximately 2,657 people. TexasBank ranks 2<sup>nd</sup> in market share by capturing 25.9 percent of the area's deposits based on the June 30, 2023, FDIC Deposit Market Share Report. The top three institutions, with 18 branches in the area hold 62.0 percent of the deposits.

### Community Contact

Examiners reviewed an existing community contact from a non-profit organization that promotes, assists, stimulates, and enhances economic development in Brownwood. The community contact noted the area benefits from several funding options including loans from the Small Business

Administration as well as regional financial institutions, grants, and business improvement incentives. According to the contact, local financial institutions remain involved in aspects of community lending to support local projects. The contact identified the need for smaller dollar business loans that may require underwriting flexibility outside of what traditional commercial lenders can provide; however, noted most institutions offer one-size-fit-all approach versus flexible product programs.

### **Credit and Community Development Needs and Opportunities**

Examiners considered information obtained from the community contact as well as demographic and economic information, and determined the primary credit needs within the AA included small business and home mortgage loans. Furthermore, the AA's community development needs primarily include affordable housing, economic development, and efforts that revitalize and stabilize. Additionally, given the percentage of the population reporting low- and moderate-incomes, the community development needs include services that benefit low- and moderate-income persons and census tracts.

## **CONCLUSIONS ON PERFORMANCE CRITERIA IN TEXAS NON-MSA AA**

### **LENDING TEST**

TexasBank demonstrated a satisfactory Lending Test record in the Texas Non-MSA AA. The reasonable records regarding geographic distribution and borrower profile performance support this conclusion.

### **Geographic Distribution**

The geographic distribution of lending reflects reasonable dispersion throughout the Texas Non-MSA AA. Reasonable home mortgage and small business performances support this conclusion.

### ***Home Mortgage Loans***

The geographic distribution of home mortgage loans in the Texas Non-MSA AA reflects reasonable dispersion. A reasonable record of lending in the low- and moderate-income census tracts supports this conclusion.

The following table shows that in low-income census tracts, the bank's level of lending rises 1.0 percent point above the aggregate figure, reflecting reasonable performance. The table further show> that in moderate-income census tracts, the bank's level of lending falls 3.1 percentage points below the aggregate figure, also reflecting reasonable performance.

Geographic Distribution of Home Mortgage Loans Texas Non-MSA AA						
Tract Income Level	% of non-Occupied Housing Units	Aggregate Performance % of #	#	%	StOOOs)	%
Low						
2022	1.4	0.6	2	1.6	142	0.5
Moderate						
2022	9.5	6.2	4	3.1	208	0.7
Middle						
2022	50.2	50.5	78	60.9	16.526	58.4
Upper						
2022	36.1	40.8	43	33.6	11.108	39.3
Not Available						
2022	2.9	1.9	1	0.8	315	LI
Totals						
2022	100.0	100.0	128	100.0	28.298	100.0
<i>Source: 2020 U.S. Census, Bank Data, 2022 HMD.4 Aggregate Data, “—” data not available Due to rounding, totals may not equal 100.0%</i>						

### ***Small Business Loans***

The geographic distribution of small businesses loans in the Texas Non-MSA AA reflects reasonable performance. Reasonable performance within low- and moderate-income census tracts supports this conclusion.

The following table shows that in low-income census tracts, the bank's level of performance rises above demographics by 0.9 percentage points, demonstrating reasonable performance. Within the moderate-income census tracts, the bank's performance remains on par with demographics, also demonstrating reasonable performance.

<b>Geographic Distribution of Small Business Loans Texas Non-MSA AA</b>					
<b>Tract Income Level</b>	<b>% of Businesses</b>	<b>#</b>	<b>%</b>	<b>S(OOOs)</b>	<b>%</b>
<b>Low</b>					
2022	1.8	2	2.7	46	1.8
<b>Moderate</b>					
2022	6.8	5	6.8	120	<b>4.6</b>
<b>Middle</b>					
2022	48.7	46	62.2	1,920	73.4
<b>Upper</b>					
2022	36.0	18	24.3	459	17.5
<b>Not Available</b>					
2022	6.6	3	4.1	71	2.7
<b>Totals</b>					
2022	<b>100.0</b>	<b>74</b>	<b>100.0</b>	<b>2,616</b>	<b>100.0</b>
<i>Source 2022 DAB Dola Bank Data: Due to rounding total not equal 100.0%</i>					

### Borrower Profile

The distribution of borrowers reflects, given demographics of the assessment area, reasonable penetration among individuals of different levels (including low- and moderate-income) and businesses of different sizes. The reasonable performances regarding home mortgage and small business loans support this conclusion.

### **Home Mortgage Loans**

The bank established a reasonable record of lending to individuals of different incomes including low- and moderate-incomes. A reasonable level of lending to low-income and moderate-income borrowers supports this conclusion.

The following table shows that to low<sup>F</sup>-income borrowers in the AA, the bank's level of lending falls 1.4 percentage points below the aggregate figure, reflective of reasonable performance. The table further shows that to moderate-income borrowers, the bank's level of lending falls below aggregate performance by 4.2 percentage points, also reflective of reasonable performance.

<b>Distribution of Home Mortgage Loans by Borrower Income Level Texas Non-MSA AA</b>						
<b>Borrower Income Level</b>	<b>% of Families</b>	<b>Aggregate Performance % of #</b>	<b>#</b>	<b>%</b>	<b>\$fOOOs)</b>	<b>*</b>
<b>Low</b>						
2022	17.9	3.7	3	2.3	258	0.9
Moderate						
2022	16.0	13.6	12	9.4	1,264	4.5
Middle						
<b>2022</b>	21.6	18.6	24	18.8	3,383	12.0
Upper						
2022	44.5	44.8	74	57.8	18,259	64.5
Not Available						
2022	0.0	19.2	15	11.7	5,135	18.1
<b>Totals</b>						
<b>2022</b>	<b>100.0</b>	<b>100.0</b>	<b>128</b>	<b>100.0</b>	<b>28,298</b>	<b>100.0</b>
<i>Source 2020 U.S. Census, Bank Data 2022 HMDA Aggregate Data data not available Due to rounding, totals may not equal 100.0%</i>						

### ***Small Business Loans***

The distribution of small business loans reflects reasonable penetration among businesses of different sizes. Reasonable performance to businesses with gross annual revenues of \$1 million or less supports this conclusion.

The following table shows that the bank's level of lending to businesses with gross annual revenues of \$1 million or less trails D&B data by 22.2 percentage points. However, examiners noted the bank originated over six out of every ten loans to businesses reporting these revenues, illustrating a reasonable overall level. In addition, examiners noted that the bank did not collect or utilize gross annual revenue information when making the credit decision for 17 small business loans, which slightly skews the percentages.



Detailed Distribution of Small Business Loans by Gross Annual Revenues					
Texas Non-MSA AA					
Gross Revenue Level	% of Businesses	#	%	S(OO0s)	%
<\$100,000	61.6	19	25.7	319	12.2
\$100,000-\$249,999	18.1	17	23.0	540	20.6
\$250,000 - \$499,999	5.0	4	5.4	474	18.1
\$500,000-\$1,000,000	2.4	8	10.8	340	13.0
<b>Subtotal &lt;= \$1,000,000</b>	<b>87.2</b>	<b>48</b>	<b>65.0</b>	<b>1,673</b>	<b>64.0</b>
>\$1,000,000	3.2	»	12.2	385	14.7
Revenue Not Available	9.7	17	23.0	558	21.3
<b>Total</b>	<b>100.0</b>	<b>74</b>	<b>100.0</b>	<b>2,616</b>	<b>100.0</b>

Source: 2022 D&B Data Rank Data Due to rounding, totals may not equal 100.0%.

**COMMUNITY DEVELOPMENT TEST**

TexasBank community development performance demonstrate adequate responsiveness to community development needs in this assessment area through community development loans, qualified investments, and community development services, as appropriate, considering the institution's capacity and the need and availability of such opportunities for community development in the Texas Non-MSA AA.

**Community Development Loans**

The bank originated one community development loan totaling \$8.4 million in the Texas Non-MSA AA. This level represents 9.1 percent of the bank's overall community development lending as compared to 24.3 percent of total lending attributed to this AA.

The following discusses the bank's sole community development loan originated in the Texas Non-MSA AA.

- *Revitalize & Stabilize-* In 2022, TexasBank originated an \$8.4 million loan that promotes revitalization or stabilization efforts through the development of a hotel in a low-income census tract. Therefore, helping to attract new, or retain existing, businesses or residents.

**Qualified Investments**

The bank made 44 qualified investment totaling approximately \$3.1 million in the Texas Non-MSA AA. This level represents 31.9 percent of the bank's overall qualified investments as compared to the 46.1 percent of bank deposits attributed to this AA.

The following highlights the qualified investment in the Texas Non-MSA AA.

- *Revitalization or Stabilization-* During the review period, the bank invested \$3.0 million in

a school bond, which benefits schools in low- and moderate-income geographies within the AA. The majority of students within the school district are considered low- or moderate-income as they qualify for free or reduced-priced lunches.

### **Community Development Services**

During the review period, the bank provided 13 community services in the Texas Non-MSA AA. These activities provided community services targeted to low- and moderate-income individuals or areas, but also provided for economic development in this area.

The following provides an example of the bank's community development services in the Texas Non-MSA AA.

- **Community Service-** Bank employees serve as financial literacy educators within area schools where the majority of students qualify for free or reduced-price lunches. Consequently, the activity benefits low- and moderate-income students.

The bank does not operate any full-service branches in low- or moderate-income census tracts within this AA. However, the bank does operate one limited-service branch in a low-income census tract.

As previously noted, the bank's full-service office locations provide alternative delivery systems that help avail services to low- or moderate-income individuals or geographies. Those alternative systems include ATMs at each branch location including nine deposit-taking ATMs in the Texas Non-MSA AA. In addition, the bank provides online banking and bill pay as well as mobile banking products.

## **EL PASO VISA AA - Limited-Scope Review**

### **DESCRIPTION OF INSTITUTION'S OPERATIONS IN EL PASO MSA AA**

TexasBank has designated all census tracts in El Paso County as the bank's El Paso MSA AA. The bank operates one full service branch location in the El Paso MSA AA, located in a moderate-income area. The bank added the El Paso MSA AA due to the branch opening in 2022.

### **Economic and Development Data**

The bank's El Paso MSA AA encompasses 188 census tracts reflecting the following income designations as of the 2020 U.S. Census: 10 low-, 59 moderate-, 64 middle- and 54 upper-income census tracts. Additionally, one tract received no income designation.

Demographic Information of the Assessment Area						
El Paso MSA AA						
Demographic Characteristics	#	Low •/.of#	Moderate % of#	Middle % of#	Upper •/.of#	NA* % of#
Geographies (Census Tracts)	188	5.3	31.4	34.0	28.7	0.5
Population by Geography	865,657	1.4	27.8	32.6	36.2	0.0
Housing Units by Geography	299,067	4.6	29.2	31.8	34.3	0.0
Owner-Occupied Units by Geography	170,433	1.3	25.3	32.0	41.4	0.0
Occupied Rental Units by Geography	103,229	8.8	34.8	32.6	23.8	0.0
Vacant Units by Geography	25,405	9.5	33.2	28.0	29.3	0.0
Businesses by Geography	67,524	4.2	32.9	25.1	37.2	0.6
Farms by Geography	771	2.3	31.0	26.5	39.9	0.3
Family Distribution by Income Level	198,164	21.9	17.8	18.5	41.7	0.0
Household Distribution by Income Level	273,662	25.4	15.4	17.1	41.9	0.0
Median Family Income MSA - 21340 El Paso, TX MSA		\$53,920 Median Housing Value				\$131,173
					Median Gross Rent	\$869
					Families Below Poverty Level	16.9%

*Source: 2020 Census and 2022 Data*  
*Data to rounding, total may not equal 100%*  
*\*The 141 tracts of geographies that have not been assigned an income level*

## CONCLUSIONS ON PERFORMANCE CRITERIA IN EL PASO MSA AA

### LENDING TEST

The institution's lending performance in the El Paso MSA AA is consistent with the institution's lending performance overall.

Geographic Distribution

*Small Business Loans*

Geographic Distribution of Small Business Loans El Paso MSA AA						
Tract Income Level	% of Businesses	*	•/.	St000s)	%	
<b>Low</b>						
2022	4.2	0	0.0	0	0.0	
<b>Moderate</b>						
2022	32.9	7	87.5	283	93.4	
<b>Middle</b>						
2022	25.1	1	12.5	20	6.6	
<b>Upper</b>						
2022	37.2	0	0.0	0	0.0	
<b>Not Available</b>						
2022	0.6	0	0.0	0	0.0	
<b>Totals</b>						
2022	100.0	8	100.0	303	100.0	

*Source 2022 DAB Data Bank Data data not available Due to rounding total\* max not equal 100 f/a*

*Home Mortgage Loans*

Geographic Distribution of Home Mortgage Loans El Paso MSA AA						
Tract Income Level	% of Owner-Occupied Housing Units	Aggregate Performance •/..of#	#	%	St000s»	%
<b>Low</b>						
2022	1.3	0.8	0	0.0	0	0.0
<b>Moderate</b>						
2022	25.3	17.1	2	33.3	2.344	8.0
<b>Middle</b>						
2022	32.0	25.9	2	33.3	349	12.0
<b>Upper</b>						
2022	41.4	5.2	2	33.3	208	7.2
<b>Not Available</b>						
2022	0.0	0.0	0	0.0	0	0.0
<b>Totals</b>						
2022	100.0	100.0	6	100.0	2.902	100.0

*Source 2020 L S Census: Bank Data. 2022 f/MDA Aggregate Data. data not available Due to rounding, totals may not equal 100 f\*\**

## Borrower Profile

### *Small Business Loans*

Detailed Distribution of Small Business Loans by Gross Annual Revenues El Paso MSA AA					
Gross Revenue Level	% of Businesses	#	%	S(000s)	%
<\$100,000	62.3	0	0.0	0	0.0
\$100,000-\$249,999	18.9	4	50.0	115	38.0
\$250,000 - \$499,999	4.7	3	37.5	142	46.9
\$500,000 - \$1,000,000	2.4	0	0.0	0	0.0
Subtotal <= \$1,000,000	88.4	7	88.0	257	85.0
>\$1,000,000	2.9	1	12.5	46	15.2
Revenue Not Available	8.8	0	0.0	0	0.0
<b>Total</b>	<b>100.0</b>	<b>8</b>	<b>100.0</b>	<b>303</b>	<b>100.0</b>

Source: 2022 DAB Data Bank Uulu Due to rounding, totals may not equal 100.0%

### *Home Mortgage Loans*

Distribution of Home Mortgage Loans by Borrower Income Level El Paso MSA AA						
Borrower Income Level	% of Families	Aggregate Performance •/.of#	#	%	S(000s)	%
<b>Low</b>						
2022	21.9	1.7	0	0.0	0	0.0
<b>Moderate</b>						
2022	17.8	7.8	1	16.7	161	5.5
<b>Middle</b>						
2022	18.5	21.1	0	0.0	0	0.0
<b>Upper</b>						
2022	41.7	47.6	1	16.7	100	3.4
<b>Not Available</b>						
2022	0.0	21.8	4	66.7	2,641	91.0
<b>Totals</b>						
2022	100.0	100.0	6	100.0	2,902	100.0

Source: 2020 US Census, Bank Data 2022 US St DA Aggregate Data data not available  
Due to rounding, totals may not equal 100.0%

## COMMUNITY DEVELOPMENT TEST

The institution's community development performance in the El Paso MSA AA is consistent with the institution's community development performance overall.

## **APPENDICES**

### **INTERMEDIATE SMALL BANK PERFORMANCE CRITERIA**

#### **Lending Test**

The Lending Test evaluates the bank's record of helping to meet the credit needs of its assessment areas) by considering the following criteria:

- 1) The bank's loan-to-deposit ratio, adjusted for seasonal variation, and, as appropriate, other lending-related activities, such as loan originations for sale to the secondary markets, community development loans, or qualified investments;
- 2) The percentage of loans, and as appropriate, other lending-related activities located in the bank's assessment areas);
- 3) The geographic distribution of the bank's loans;
- 4) The bank's record of lending to and, as appropriate, engaging in other lending-related activities for borrowers of different income levels and businesses and farms of different sizes; and
- 5) The bank's record of taking action, if warranted, in response to written complaints about its performance in helping to meet credit needs in its assessment areas).

#### **Community Development Test**

The Community Development Test considers the following criteria:

- 1) The number and amount of community development loans;
- 2) The number and amount of qualified investments;
- 3) The extent to which the bank provides community development services; and
- 4) The bank's responsiveness through such activities to community development lending, investment, and service needs.

## GLOSSARY

**Aggregate Lending:** The number of loans originated and purchased by all reporting lenders in specified income categories as a percentage of the aggregate number of loans originated and purchased by all reporting lenders in the metropolitan area assessment area.

**American Community Survey (ACS):** A nationwide United States Census survey that produces demographic, social, housing, and economic estimates in the form of five year estimates based on population thresholds.

**Area Median Income:** The median family income for the MSA, if a person or geography is located in an MSA; or the statewide nonmetropolitan median family income, if a person or geography is located outside an MSA.

**Assessment Area:** A geographic area delineated by the bank under the requirements of the Community Reinvestment Act.

**Census Tract:** A small, relatively permanent statistical subdivision of a county or equivalent entity. The primary purpose of census tracts is to provide a stable set of geographic units for the presentation of statistical data. Census tracts generally have a population size between 1,200 and 8,000 people, with an optimum size of 4,000 people. Census tract boundaries generally follow visible and identifiable features, but they may follow nonvisible legal boundaries in some instances. State and county boundaries always are census tract boundaries.

**Combined Statistical Area (CSA):** A combination of several adjacent metropolitan statistical areas or micropolitan statistical areas or a mix of the two, which are linked by economic ties.

**Community Development:** For loans, investments, and services to qualify as community<sup>7</sup> development activities, their primary purpose must:

- (1) Support affordable housing for low- and moderate-income individuals;
- (2) Target community services toward low- and moderate-income individuals;
- (3) Promote economic development by financing small businesses or farms; or
- (4) Provide activities that revitalize or stabilize low- and moderate-income geographies, designated disaster areas, or distressed or underserved nonmetropolitan middle-income geographies.

**Community Development Corporation (CDC):** A CDC allows banks and holding companies to make equity type of investments in community development projects. Institution CDCs can develop innovative debt instruments or provide near-equity investments tailored to the development needs of the community. Institution CDCs are also tailored to their financial and marketing needs. A CDC may purchase, own, rehabilitate, construct, manage, and sell real property. Also, it may make equity or debt investments in development projects and in local businesses. The CDC activities are expected to directly benefit low- and moderate-income groups, and the investment dollars should not represent an undue risk on the banking organization.

Community Development Financial Institutions (CDFIs): CDFIs are private intermediaries (either for profit or nonprofit) with community development as their primary mission. A CDFI facilitates the flow of lending and investment capital into distressed communities and to individuals who have been unable to take advantage of the services offered by traditional financial institutions. Some basic types of CDFIs include community development banks, community development loan funds, community development credit unions, micro enterprise funds, and community development venture capital funds.

A certified CDFI must meet eligibility requirements. These requirements include the following:

- Having a primary mission of promoting community development;
- Serving an investment area or target population;
- Providing development services;
- Maintaining accountability to residents of its investment area or targeted population through representation on its governing board of directors, or by other means;
- Not constituting an agency or instrumentality of the United States, of any state or political subdivision of a state.

Community Development Loan: A loan that:

- (1) Has as its primary purpose community development; and
- (2) Except in the case of a wholesale or limited purpose institution:
  - (i) Has not been reported or collected by the institution or an affiliate for consideration in the institution's assessment area as a home mortgage, small business, small farm, or consumer loan, unless it is a multifamily dwelling loan (as described in Appendix A to Part 203 of this title); and
  - (ii) Benefits the institution's assessment area(s) or a broader statewide or regional area including the institution's assessment area(s).

Community Development Service: A service that:

- (1) Has as its primary purpose community development;
- (2) Is related to the provision of financial services; and
- (3) Has not been considered in the evaluation of the institution's retail banking services under § 345.24(d).

Consumer Loan(s): A loan(s) to one or more individuals for household, family, or other personal expenditures. A consumer loan does not include a home mortgage, small business, or small farm loan. This definition includes the following categories: motor vehicle loans, credit card loans, home equity loans, other secured consumer loans, and other unsecured consumer loans.

Core Based Statistical Area (CBSA): The county or counties or equivalent entities associated with at least one core (urbanized area or urban cluster) of at least 10,000 population, plus adjacent counties having a high degree of social and economic integration with the core as measured through commuting ties with the counties associated with the core. Metropolitan and Micropolitan Statistical Areas are the two categories of CBSAs.



**Distressed Middle-Income Nonmetropolitan Geographies:** A nonmetropolitan middle-income geography will be designated as distressed if it is in a county that meets one or more of the following triggers:

- (1) An unemployment rate of at least 1.5 times the national average;
- (2) A poverty rate of 20 percent or more; or
- (3) A population loss of 10 percent or more between the previous and most recent decennial census or a net migration loss of 5 percent or more over the 5-year period preceding the most recent census.

**Family:** Includes a householder and one or more other persons living in the same household who are related to the householder by birth, marriage, or adoption. The number of family households always equals the number of families; however, a family household may also include non-relatives living with the family. Families are classified by type as either a married-couple family or other family. Other family is further classified into "male householder" (a family with a male householder and no wife present) or "female householder" (a family with a female householder and no husband present).

**FFIEC-Estimated Income Data:** The Federal Financial Institutions Examination Council (FFIEC) issues annual estimates which update median family income from the metropolitan and nonmetropolitan areas. The FFIEC uses American Community Survey data and factors in information from other sources to arrive at an annual estimate that more closely reflects current economic conditions.

**Full-Scope Review:** A full-scope review is accomplished when examiners complete all applicable interagency examination procedures for an assessment area. Performance under applicable tests is analyzed considering performance context, quantitative factors (e.g. geographic distribution, borrower profile, and total number and dollar amount of investments), and qualitative factors (e.g. innovativeness, complexity, and responsiveness).

**Geography:** A census tract delineated by the United States Bureau of the Census in the most recent decennial census.

**Home Mortgage Disclosure Act (HMDA):** The statute that requires certain mortgage lenders that do business or have banking offices in a metropolitan statistical area to file annual summary reports of their mortgage lending activity. The reports include such data as the race, gender, and the income of applicants; the amount of loan requested; and the disposition of the application (approved, denied, and withdrawn).

**Home Mortgage Loans:** Includes closed-end mortgage loans or open-end line of credits as defined in the HMDA regulation that are not an excluded transaction per the HMDA regulation.

**Housing Unit:** Includes a house, an apartment, a mobile home, a group of rooms, or a single room that is occupied as separate living quarters.

**Limited-Scope Review:** A limited scope review is accomplished when examiners do not complete all applicable interagency examination procedures for an assessment area.

Performance under applicable tests is often analyzed using only quantitative factors (c.g. geographic distribution, borrower profile, total number and dollar amount of investments, and branch distribution).

**Low-Income:** Individual income that is less than 50 percent of the area median income, or a median family income that is less than 50 percent in the case of a geography.

**Low Income Housing Tax Credit:** The Low-Income Housing Tax Credit Program is a housing program contained within the Internal Revenue Code of 1986, as amended. It is administered by the U.S. Department of the Treasury and the Internal Revenue Service. The U.S. Treasury-Department distributes low-income housing tax credits to housing credit agencies through the Internal Revenue Service. The housing agencies allocate tax credits on a competitive basis.

Developers who acquire, rehabilitate, or construct low-income rental housing may keep their tax credits. Or, they may sell them to corporations or investor groups, who, as owners of these properties, will be able to reduce their own federal tax payments. The credit can be claimed annually for ten consecutive years. For a project to be eligible, the developer must set aside a specific percentage of units for occupancy by low-income residents. The set-aside requirement remains throughout the compliance period, usually 30 years.

**Market Share:** The number of loans originated and purchased by the institution as a percentage of the aggregate number of loans originated and purchased by all reporting lenders in the metropolitan area assessment area.

**Median Income:** The median income divides the income distribution into two equal parts, one having incomes above the median and other having incomes below the median.

**Metropolitan Division (MD):** A county or group of counties within a CBSA that contain(s) an urbanized area with a population of at least 2.5 million. A MD is one or more main/secondary counties representing an employment center or centers, plus adjacent counties associated with the main/secondary county or counties through commuting ties.

**Metropolitan Statistical Area (MSA):** CBSA associated with at least one urbanized area having a population of at least 50,000. The MSA comprises the central county or counties or equivalent entities containing the core, plus adjacent outlying counties having a high degree of social and economic integration with the central county or counties as measured through commuting.

**Middle-Income:** Individual income that is at least 80 percent and less than 120 percent of the area median income, or a median family income that is at least 80 and less than 120 percent in the case of a geography.

**Moderate-Income:** Individual income that is at least 50 percent and less than 80 percent of the area median income, or a median family income that is at least 50 and less than 80 percent in the case of a geography.

**Multi-family:** Refers to a residential structure that contains five or more units.

**Nonmetropolitan Area (also known as non-MSA):** All areas outside of metropolitan areas. The definition of nonmetropolitan area is not consistent with the definition of rural areas. Urban and rural classifications cut across the other hierarchies. For example, there is generally urban and rural territory' within metropolitan and nonmetropolitan areas.

**Owner-Occupied Units:** Includes units occupied by the owner or co-owner, even if the unit has not been fully paid for or is mortgaged.

**Qualified Investment:** A lawful investment, deposit, membership share, or grant that has as its primary' purpose community development.

**Rated Area:** A rated area is a state or multistate metropolitan area. For an institution with domestic branches in only one state, the institution's CRA rating would be the state rating. If an institution maintains domestic branches in more than one state, the institution will receive a rating for each state in which those branches are located. If an institution maintains domestic branches in two or more states within a multistate metropolitan area, the institution will receive a rating for the multistate metropolitan area.

**Rural Area:** Territories, populations, and housing units that are not classified as urban.

**Small Business Investment Company (SBIC):** SBICs are privately-owned investment companies which are licensed and regulated by the Small Business Administration (SBA). SBICs provide long-term loans and or venture capital to small firms. Because money for venture or risk investments is difficult for small firms to obtain, SBA provides assistance to SBICs to stimulate and supplement the flow of private equity and long-term loan funds to small companies. Venture capitalists participate in the SBIC program to supplement their own private capital with funds borrowed at favorable rates through SBA's guarantee of SBIC debentures. These SBIC debentures are then sold to private investors. An SBIC's success is linked to the growth and profitability of the companies that it finances. Therefore, some SBICs primarily assist businesses with significant growth potential, such as new firms in innovative industries. SBICs finance small firms by providing straight loans and or equity-type investments. This kind of financing gives them partial ownership of those businesses and the possibility of sharing in the companies' profits as they grow and prosper.

**Small Business Loan:** A loan included in "loans to small businesses" as defined in the Consolidated Report of Condition and Income (Call Report). These loans have original amounts of \$1 million or less and are either secured by nonfarm nonresidential properties or are classified as commercial and industrial loans.

**Small Farm Loan:** A loan included in "loans to small farms" as defined in the instructions for preparation of the Consolidated Report of Condition and Income (Call Report). These loans have original amounts of \$500,000 or less and are either secured by farmland, including farm residential and other improvements, or are classified as loans to finance agricultural production and other loans to farmers.

**Underserved Middle-Income Nonmetropolitan Geographies:** A nonmetropolitan middle-income geography will be designated as underserved if it meets criteria for population size, density, and dispersion indicating the area's population is sufficiently small, thin, and distant from a population center that the tract is likely to have difficulty financing the fixed costs of meeting essential community needs.

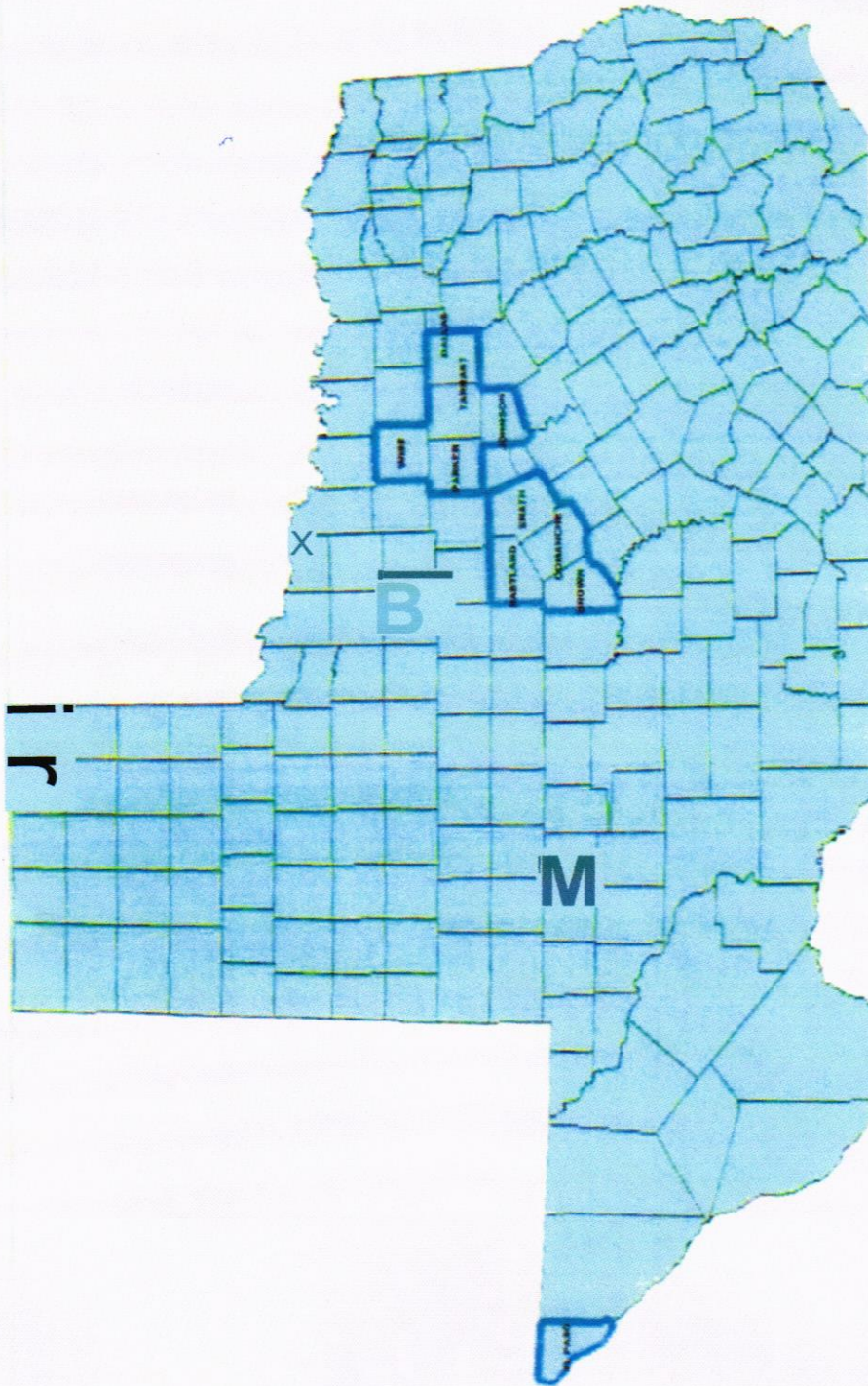
**Upper-Income:** Individual income that is 120 percent or more of the area median income, or a median family income that is 120 percent or more in the case of a geography.

**Urban Area:** All territories, populations, and housing units in urbanized areas and in places of 2,500 or more persons outside urbanized areas. More specifically, "urban" consists of territory, persons, and housing units in places of 2,500 or more persons incorporated as cities, villages, boroughs (except in Alaska and New York), and towns (except in the New England states, New York, and Wisconsin).

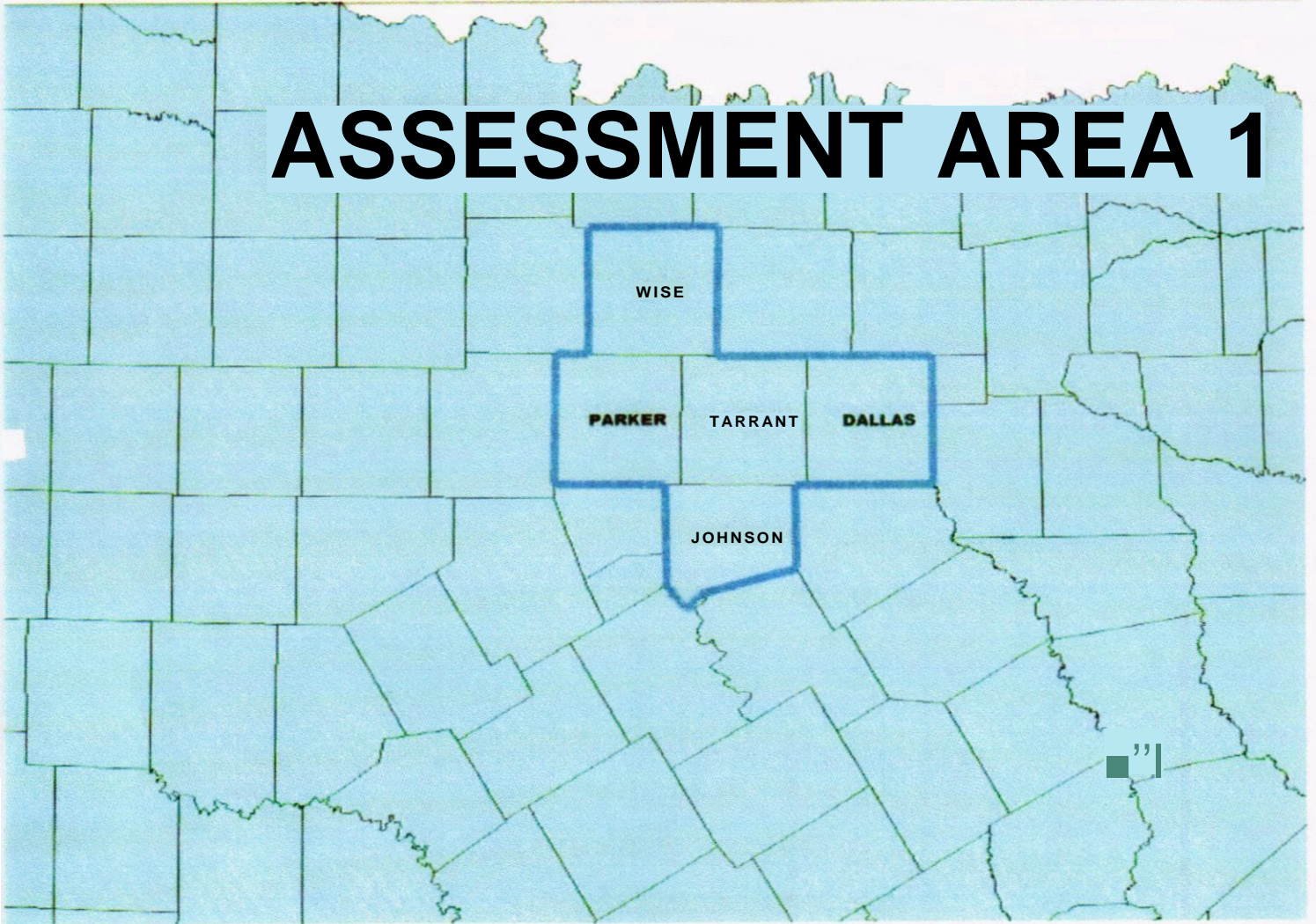
"Urban" excludes the rural portions of "extended cities": census designated place of 2,500 or more persons; and other territory, incorporated or unincorporated, including in urbanized areas.

# ASSESSMENT AREA MAPS

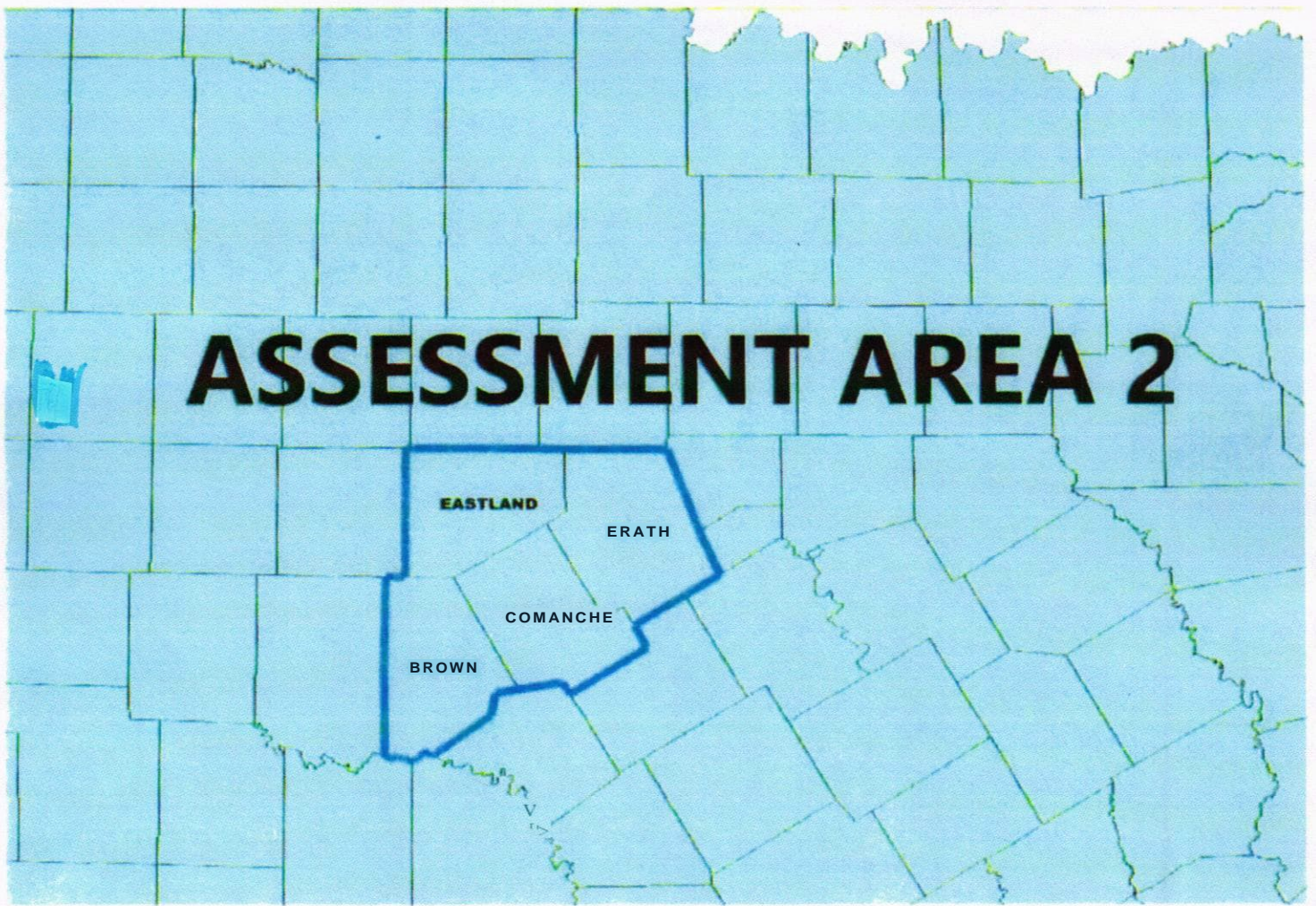
*Public CRA File*



# ASSESSMENT AREA 1

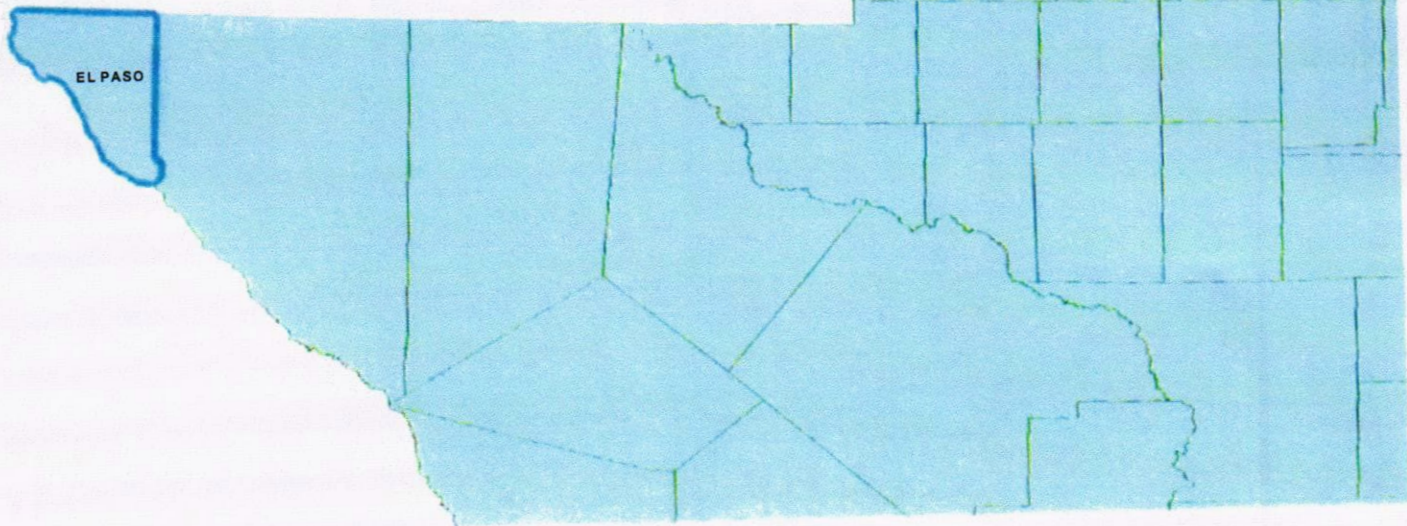


# ASSESSMENT AREA 2





# ASSESSMENT AREA 3



**BRANCH & SERVICE INFORMATION**

*Public CRA File*

TexasBank Branch Locations and Services														
Branch	Street Address 1	Street Address 2	City	State	County	Zip Code	MSA Name	Lobby Hours	Drive Thru Hours	Branch Services	ATM Services	Census Tract #	Income Tract Level	
<b>CENTRAL TEXAS (CTX)</b>														
Bangs	501 East Hall		Bangs	Texas	Brown	76823	NA - Outside of MSA	9 a.m. - 3 p.m. Monday-Thursday 9 a.m. - 4 p.m. Friday	7:30 a.m. - 6 p.m. Monday-Friday - 12 p.m. Saturday	9 a.m.	ATM, Commercial Loans, Consumer Loans, Deposits, Drive thru, Night Drop, Real Estate Loans, Safe Deposit Box, Instant Issue Debit	ATM Walk-Up; Not Deposit Taking	9505.00	Middle
Brownwood Motorbank	500 Carnegie Avenue		Brownwood	Texas	Brown	76801	NA - Outside of MSA	7:30 a.m. - 3 p.m. Monday-Friday 8 a.m. - 12 p.m. Saturday	7:30 a.m. - 6 p.m. Monday-Friday 8 a.m. - 12 p.m. Saturday	8	(Atm, night drop, teller services only and has coin machine)	ATM Drive-Up; Deposit Taking, ATM accepts cash and check deposits	9507.00	GEO Unknown - Kadince Moderate
Brownwood Camp Bowie	3802 Highway 377 South		Brownwood	Texas	Brown	76801	NA - Outside of MSA	8 a.m. - 4 p.m. Monday-Friday	7 a.m. - 6 p.m. Monday-Friday		ATM, Commercial Loans, Consumer Loans, Deposits, Drive thru, Night Drop, Real Estate Loans, Safe Deposit Box, Instant Issue Debit	ATM Drive-Up; Deposit Taking, ATM accepts cash and check deposits	9511.00	Middle
Comanche	200 West Central		Comanche	Texas	Comanche	76442	NA - Outside of MSA	9 a.m. - 4 p.m. Monday-Friday	8 a.m. - 4:30 p.m. Monday-Friday a.m. - 12 p.m. Saturday	8:30	ATM, Commercial Loans, Consumer Loans, Deposits, Drive thru, Night Drop, Real Estate Loans, Safe Deposit Box, Instant Issue Debit	ATM Drive-Up; Deposit Taking, ATM accepts cash and check deposits	9503.00	Middle
Brownwood Downtown	400 Fisk Avenue		Brownwood	Texas	Brown	76801	NA - Outside of MSA	9 a.m. - 3 p.m. Monday-Friday	N/A		Commercial Loans, Consumer Loans, Deposits, Drive thru and Night Drop and ATM at the motorbank, Real Estate Loans, Safe Deposit Box, Coin Machine, Instant Issue Debit	At Motor bank	9507.00	GEO Unknown- Kadince Moderate
Dublin	301 North Patrick		Dublin	Texas	Erath	76446	NA - Outside of MSA	9 a.m. - 3 p.m. Monday-Friday	8 a.m. - 4 p.m. Monday-Thursday a.m. - 6 p.m. Friday a.m. - 12 p.m. Saturday	8 9	ATM, Commercial Loans, Consumer Loans, Deposits, Drive thru, Night Drop, Real Estate Loans, Instant Issue Debit	ATM Walk-Up; Deposit Taking, ATM accepts cash and check deposits	9503.02	Middle
Eastland	510 West Main Street		Eastland	Texas	Eastland	76448	NA - Outside of MSA	9 a.m. - 3 p.m. Monday-Thursday 9 a.m. - 5 p.m. Friday	8 a.m. - 5:30 p.m. Monday-Friday	9	ATM, Commercial Loans, Consumer Loans, Deposits, Drive thru, Night Drop, Real Estate Loans, Safe Deposit Box, Instant Issue Debit	ATM Drive-Up; Deposit Taking, ATM accepts cash and check deposits	9502.02	Middle
Brownwood Marketplace	1111 Clements Street		Brownwood	Texas	Erath	76801	NA - Outside of MSA	7:30 a.m. - 3 p.m. Monday-Friday	7:30 a.m. - 6 p.m. Monday-Friday a.m. - 12 p.m. Saturday	8	(Atm, night drop, teller services only)	ATM Drive-Up; Deposit Taking, ATM accepts cash and check deposits	9506.00	Low
Stephenville	998 Wolfe Nursery Road		Stephenville	Texas	Erath	76401	NA - Outside of MSA	9 a.m. - 3 p.m. Monday-Thursday 9 a.m. - 5 p.m. Friday	7:30 a.m. - 6 p.m. Monday-Friday a.m. - 12 p.m. Saturday	8	ATM, Commercial Loans, Consumer Loans, Deposits, Drive thru, Night Drop, Real Estate Loans, Safe Deposit Box, Instant Issue Debit	ATM Drive-Up; Deposit Taking, ATM accepts cash and check deposits	9504.02	Upper
Stephenville Downtown	281 North Graham Street		Stephenville	Texas	Erath	76401	NA - Outside of MSA	N/A	7:30 a.m. - 6 p.m. Monday-Friday		(Atm, night drop, teller services only)	ATM Drive-Up; Deposit Taking, ATM accepts cash and check deposits	9505.01	Upper
<b>DALLAS-FORT WORTH AREA (DFW)</b>														
Dallas	5429 LBJ Freeway	Suite 100	Dallas	Texas	Dallas	75240	Dallas-Plano- Irving, TX	9 a.m. - 4 p.m. Monday-Friday	9 a.m. - 4 p.m. Monday-Friday		Commercial Loans, Consumer Loans, Deposits, Drive thru, Night Drop, Real Estate Loans, Safe Deposit Box	N/A	136.28	Middle
Fort Worth	4521 South Hulen Street	Suite 200	Fort Worth	Texas	Tarrant	76109	Fort Worth- Arlington- Grapevine, TX	8 a.m. - 5 p.m. Monday-Friday	N/A		Commercial Loans, Consumer Loans, Deposits, Real Estate Loans	N/A	1054.04	Upper
Weatherford	901 Santa Fe Drive	PO Box 2170	Weatherford	Texas	Parker	76086	Fort Worth- Arlington- Grapevine, TX	9 a.m. - 4 p.m. Monday-Thursday 9 a.m. - 5 p.m. Friday	7:30 a.m. - 6 p.m. Monday-Friday a.m. - 12 p.m. Saturday	9	ATM Commercial Loans, Consumer Loans, Deposits, Drive thru, Night Drop, Real Estate Loans, Safe Deposit Box, Coin Machine, Instant Issue Debit	ATM Drive-Up; Not Deposit Taking	1402.02	Middle
Weatherford	139 College park		Weatherford	Texas	Parker	76086	Fort Worth- Arlington- Grapevine, TX	9 a.m. - 4 p.m. Monday-Friday	8:30 a.m. - 4 p.m. Monday-Friday		ATM, Commercial Loans, Consumer Loans, Deposits, Drive thru, Night Drop, Real Estate Loans, Safe Deposit Box, Coin Machine, Instant Issue Debit	ATM Drive-Up; Not Deposit Taking	1402.02	Middle
Springtown	805 E. Highway 199		Springtown	Texas	Parker	76082	Fort Worth- Arlington- Grapevine, TX	9 a.m. - 4 p.m. Monday-Friday	N/A		Consumer Loans-Mortgage	N/A	1404.03	Middle
Walsh Ranch ATM	13801 Walsh Avenue		Aledo	Texas	Parker	76008	Fort Worth- Arlington- Grapevine, TX	N/A	24 Hour		N/A	ATM Drive-Up; Deposit Taking, ATM accepts cash and check deposits	1407.13	Upper
<b>WEST TEXAS</b>														
El Paso	7400 Viscount	Suite 100	El Paso	Texas	El Paso	79925	El Paso, TX	9 a.m. - 4 p.m. Monday-Thursday a.m. - 5 p.m. Friday	8:30 a.m. - 5pm Monday-Friday		ATM, Commercial Loans, Consumer Loans, Deposits, Drive thru, Night Drop, Real Estate Loans, Instant Issue Debit	ATM Drive-Up; Deposit Taking, ATM accepts cash and check deposits	34.03	Moderate
El Paso	251 Shadow Mountain Dr.		El Paso	Texas	El Paso	79912	El Paso, TX	9 a.m. - 4 p.m. Monday-Thursday a.m. - 5 p.m. Friday	8:30 a.m. - 5pm Monday-Friday		ATM, Commercial Loans, Consumer Loans, Deposits, Drive thru, Real Estate Loans, Instant Issue Debit, Safe Deposit Box	ATM Walk up; Deposit Taking, ATM accepts cash and check deposits	11.18	Moderate

# **HMDA DISCLOSURE STATEMENTS**

*Public CRA File*

## HOME MORTGAGE DISCLOSURE ACT NOTICE

The HMDA data about our residential mortgage lending are available online for review. The data show geographic distribution of loans and applications; ethnicity, race, sex, age, and income of applicants and borrowers; and information about loan approvals and denials. HMDA data for many other financial institutions are also available online. For more information, visit the Consumer Financial Protection Bureau's Web site ([www.consumerfinance.gov/hmda](http://www.consumerfinance.gov/hmda)).

HMDA data for many other financial institutions are also available on this website. When you reach the website, select the year you wish to review, then you may search for the institution using the bank's name, TexasBank, or the bank's LEI number, 2549007NTZZX7VJJPB03. You will then be able to select the MSA/MD and report type you wish to review.

# LOAN TO DEPOSIT RATIOS

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**TexasBank Loan to Deposit Ratios and Total Assets**

	<b>12/31/23</b>	<b>9-30-23</b>	<b>6-30-23</b>	<b>3-31-23</b>
<b>Loan to Deposit Ratio:</b>	<b>95.64%</b>	<b>97.84%</b>	<b>97.40%</b>	<b>91.49%</b>
<b>Total Assets</b>	<b>\$2,218,076,344</b>	<b>\$2,114,816,989</b>	<b>\$2,094,187,530</b>	<b>2,129,662,255</b>

**TexasBank Loan To Deposit Ratios and Total Assets**

	<u>12-31-22</u>	<u>09-30-22</u>	<u>06-30-22</u>	<u>03-31-22</u>
<b>Loan To Deposit Ratio:</b>	<b>97.32%</b>	<b>98.78%</b>	<b>99.15%</b>	<b>91.62%</b>
<b>Total Assets:</b>	<b>1,716,017,406</b>	<b>1,583,579,246</b>	<b>1,472,511,245</b>	<b>1,406,435,571</b>



**PUBLIC COMMENTS**

*Public CRA File*

TEXASBANK HAS NOT RECEIVED ANY PUBLIC COMMENTS AS A MERGED INSTITUTION