

# TIB-The Independent BankersBank

11701 Luna Road  
Farmers Branch, TX 75234  
Phone: 972.444.3500

Website: www.mybankersbank.com

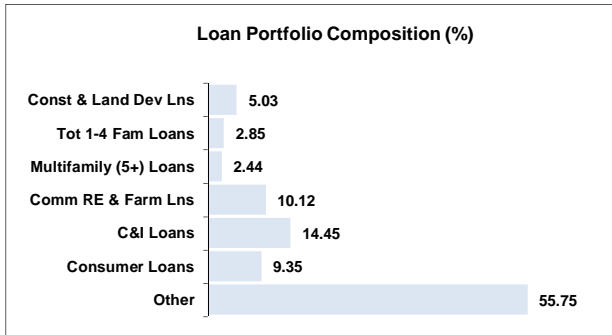
BHC Name: Independent Bankers Financial Corp  
BHC State: TX

Primary Regulator: FRB  
Public Enforcement Action: No



## Correspondent Banking Risk Policy Compliance

CORRESPONDENT BANKING RISK POLICY			
	TIB	LIMIT	RESULT
<b>PRIMARY ASSESSMENT RATIOS</b>			
Tier 1 Leverage	9.70%	5.0%	Pass
Common Equity Tier 1 Ratio	18.81%	7.0%	Pass
Tier 1 Risk-Based Capital	18.81%	8.5%	Pass
Total Risk-Based Cap	20.05%	10.5%	Pass
<b>SECONDARY ASSESSMENT RATIOS</b>			
Texas Ratio	0.15%	90.0%	Pass
ALLL/Loans	1.79%	1.0%	Pass
ROAA	0.96%	0.0%	Pass



CRE Portfolio (\$) and Limits	9/30/2015	12/31/2014	12/31/2013	12/31/2012
1-4 Fam Const Lns	9,531	4,453	1,964	2,184
Other Const & Dev Lns	34,478	21,902	30,220	26,089
Multifamily (5+) Const Lns	21,301	15,418	10,104	8,178
NFNR Loans Other	59,494	70,508	59,747	79,302
CRE fincd not secured RE	0	0	0	0
Total Commercial Real Estate	124,804	112,281	102,035	115,753
Tot Const&Dev / RBC (<100%)	17.53	11.15	14.01	12.78
Tot CRE / RBC (<300%)	49.72	47.49	44.43	52.31

Deposit Composition (\$000)	9/30/2015	12/31/2014	12/31/2013	12/31/2012
Reciprocal Deposits	0	0	0	0
Brokered Deposits	306,299	342,011	305,020	262,313

Financial Highlights (%)	9/30/2015	12/31/2014	12/31/2013	12/31/2012
ROAA	0.96	0.80	0.90	0.82
ROAE	9.60	8.31	9.44	10.26
Net Interest Margin (FTE)	1.77	1.72	1.52	1.36
Efficiency Ratio (FTE)	74.71	77.83	77.13	75.20
Provision/AA	0.06	0.01	0.08	0.12
Interest Income / AA	2.01	2.01	1.92	1.87
Interest Expense / AA	0.48	0.52	0.61	0.69
Net Interest Income/AA	1.53	1.49	1.31	1.18
Non Interest Income / AA	4.60	4.17	4.58	4.13
Non Interest Expense / AA	4.73	4.56	4.68	4.09

Balance Sheet Ratios (%)	9/30/2015	12/31/2014	12/31/2013	12/31/2012
Equity Capital / Assets	9.73	10.62	9.74	8.32
Tangible Equity / Tangible Assets	9.46	10.28	9.47	8.04
Total Securities / Assets	17.10	21.24	24.01	25.89
Cash & Equivalents / Assets	43.06	34.11	40.62	44.23
Loans / Deposits	42.30	47.97	38.31	34.99
Loans / Assets	35.30	39.51	30.44	25.87
Goodwill & Other Intang / Assets	0.29	0.37	0.30	0.31
Deposits / Liabilities	92.45	92.14	88.04	80.65
Pledged Securities / Securities	70.03	71.91	68.31	76.36

Growth Rates (%)	9/30/2015	12/31/2014	12/31/2013	12/31/2012
Asset Growth Rate	18.05	-0.16	-15.57	3.18
Loan Growth Rate	1.94	29.56	-0.65	2.18
Deposit Growth Rate	20.07	3.46	-9.25	8.61

Regulatory Capital (%)	9/30/2015	12/31/2014	12/31/2013	12/31/2012
Tier 1 Leverage Ratio	9.70	9.91	9.95	8.32
Common Equity Tier 1 Ratio	18.81	18.73	22.88	21.75
Tier 1 Risk Based Ratio	18.81	18.73	22.88	21.75
Total Risk Based Capital Ratio	20.05	19.98	24.13	23.01

Asset Quality (%)	9/30/2015	12/31/2014	12/31/2013	12/31/2012
Texas Ratio	0.15	1.23	3.63	5.24
NPAs/Total Assets	0.01	0.13	0.37	0.45
NPAs+(Lns 90+PD)/Tot Assets	0.02	0.15	0.38	0.46
NPAs/Loans + Frclsd RE	0.03	0.34	1.20	1.72
NCOs/Avg Loans	0.18	0.24	0.27	0.58
ALLL/Loans	1.79	1.81	2.57	2.53
Reserves/NPAs	NM	532.86	213.35	146.99
LLP/NCOs	98.96	12.11	106.84	84.77
Lns 90+ Days Past Due/Tot Lns	0.03	0.03	0.04	0.04
Nonaccrual Loans/Total Loans	0.02	0.08	0.64	0.81
Total Noncurrent Loans/ Loans	0.05	0.11	0.68	0.85
NPLs/Total Loans	0.03	0.32	1.10	1.31
NPAs/Total Loans	0.03	0.34	1.20	1.72
Reserves/ NPAs + Lns 90 PD	NM	488.22	206.13	143.61

Yield / Cost Detail (%)	9/30/2015	12/31/2014	12/31/2013	12/31/2012
Yield on Earning Assets	2.13	2.13	2.04	1.95
Cost of Int Bearing Deposits	0.90	0.79	0.83	0.83
Cost of Borrowings	0.07	1.42	1.66	1.99
Cost of Interest Bearing Liab	0.82	0.88	1.02	1.19
Cost of Funds	0.57	0.60	0.69	0.77
Yield/ Cost Spread	1.31	1.26	1.02	0.75

Balance Sheet (\$000)	9/30/2015	12/31/2014	12/31/2013	12/31/2012
Cash & Equivalents	1,066,186	743,915	887,352	1,144,244
Total Securities	423,313	463,192	524,470	669,796
Total Cash & Secs	1,489,499	1,207,107	1,411,822	1,814,040
Total Loans & Leases	874,064	861,543	664,996	669,357
Total Reserves	15,606	15,618	17,070	16,958
Net Loans & Leases	858,458	845,925	647,926	652,399
Other Real Estate Owned	52	197	708	2,735
Goodwill & Intangibles	7,302	8,104	6,466	7,895
Total Assets	2,475,954	2,180,805	2,184,373	2,587,134
Total Deposits	2,066,417	1,796,044	1,735,903	1,912,922
FFunds Purchased	144,342	132,839	210,432	325,836
Commercial Paper	0	0	0	0
FHLB Advances	0	0	0	100,000
Other Borrowings	0	0	0	0
Total Liabilities	2,235,090	1,949,252	1,971,670	2,371,940
Total Equity Capital	240,864	231,553	212,703	215,194
Common Equity Tier 1	235,393	221,609	217,715	209,198
Tier 1 Capital	235,393	221,609	217,715	209,198
Total Capital	250,999	236,409	229,675	221,281
Assets for Leverage	2,427,857	2,236,521	2,188,980	2,515,674
Risk Weighted Assets	1,251,614	1,183,165	951,670	961,780

Income Statement (\$000)	9/30/2015	12/31/2014	12/31/2013	12/31/2012
Total Interest Income	35,518	46,565	42,994	47,677
Total Interest Expense	8,476	12,029	13,624	17,598
Net Interest Inc Before Provisions	27,042	34,536	29,370	30,079
Provisions for Loan Losses	1,140	200	1,750	2,962
Net Interest Inc After Provisions	25,902	34,336	27,620	27,117
Fiduciary Activities Charges	0	0	0	0
Deposit Service Charges	20	4	0	0
Trading Revenue	0	0	0	0
Other Charges and Fees	81,062	96,558	102,689	105,247
Total Noninterest Income	81,082	96,562	102,689	105,247
General & Administrative	31,289	40,222	40,472	39,685
Intangible Amortization	800	1,265	953	213
Other Expenses	51,327	64,123	63,424	64,531
Total Noninterest Expense	83,416	105,610	104,849	104,429
Gain (Loss) on Securities	0	419	2,723	1,036
Gain (Loss) on Other Assets	2,352	51	12	10
Net Income before Taxes	23,568	25,707	28,183	28,971
Income Tax	6,551	7,130	8,113	8,044
Minority Interest	0	0	0	0
Extraordinary Items	0	0	0	0
Net Income	17,017	18,577	20,070	20,927
Dividends Declared	7,500	13,000	12,000	0