

TIB The Independent BankersBank, National Association

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BHC Name: Independent Bankers Financial Corp Primary Regulator: OCC
BHC State: TX Public Enforcement Action: No



Correspondent Banking Risk Policy Compliance

CORRESPONDENT BANKING RISK POLICY

	TIB	LIMIT	RESULT
PRIMARY RATIOS			
Leverage Ratio	9.96%	5.0%	Pass
CET1 Ratio	17.65%	7.0%	Pass
Tier 1 Capital Ratio	17.65%	8.5%	Pass
Total Capital Ratio	18.58%	10.5%	Pass
SECONDARY RATIOS			
Texas Ratio	1.11%	90.0%	Pass
ALLL/Loans	1.30%	1.0%	Pass
ROAA	0.71%	0.0%	Pass

Financial Highlights (%)	3/31/2018	12/31/2017	12/31/2016	12/31/2015
ROAA	0.71	0.74	0.69	0.85
ROAE	6.98	7.58	7.80	8.61
Net Interest Margin (FTE)	1.82	1.79	1.67	1.74
Efficiency Ratio (FTE)	81.96	77.33	78.08	76.59
Provision/AA	0.09	0.09	0.04	0.05
Interest Income / AA	2.82	2.49	2.07	1.99
Interest Expense / AA	1.18	0.92	0.60	0.48
Net Interest Income/AA	1.65	1.57	1.47	1.51
Non Interest Income / AA	4.01	3.90	3.71	4.34
Non Interest Expense / AA	4.74	4.38	4.18	4.63

Balance Sheet Ratios (%)	3/31/2018	12/31/2017	12/31/2016	12/31/2015
Equity Capital / Assets	10.30	10.35	9.20	9.39
Tangible Equity / Tangible Asst	10.14	10.19	9.01	9.14
Total Securities / Assets	18.02	18.35	15.26	16.42
Cash & Equivalents / Assets	35.73	35.36	38.50	42.88
Loans / Deposits	50.15	51.40	52.01	44.44
Loans / Assets	40.90	41.01	41.30	35.98
Goodwill & Other Intang / Asse	0.18	0.18	0.22	0.27
Deposits / Liabilities	90.93	88.99	87.47	89.36
Pledged Securities / Securities	43.65	45.49	60.90	65.88

Growth Rates (%)	3/31/2018	12/31/2017	12/31/2016	12/31/2015
Asset Growth Rate	-1.21	-7.56	4.53	17.64
Loan Growth Rate	-2.24	-8.22	19.99	7.15
Deposit Growth Rate	7.71	-7.14	2.53	15.66

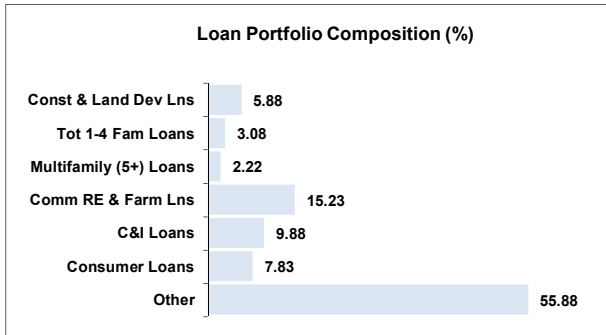
Regulatory Capital (%)	3/31/2018	12/31/2017	12/31/2016	12/31/2015
Tier 1 Leverage Ratio	9.96	9.39	8.57	9.08
Common Equity Tier 1 Ratio	17.65	17.40	16.03	18.35
Tier 1 Risk Based Ratio	17.65	17.40	16.03	18.35
Total Risk Based Capital Ratio	18.58	18.32	16.94	19.52

Asset Quality (%)	3/31/2018	12/31/2017	12/31/2016	12/31/2015
Texas Ratio	1.11	0.49	0.19	0.19
NPAs/Total Assets	0.11	0.05	0.01	0.01
NPAs+(Lns 90+PD)/Tot Assets	0.12	0.05	0.02	0.02
NPAs/Loans + Frclsd RE	0.27	0.11	0.03	0.02
NCOs/Avg Loans	0.23	0.31	0.24	0.19
ALLL/Loans	1.30	1.29	1.25	1.63
Reserves/NPAs	479.97	NM	NM	NM
LLP/NCOs	100.00	76.05	48.51	68.06
Lns 90+ Days Past Due/Tot Ln	0.02	0.02	0.01	0.04
Nonaccrual Loans/Total Loans	0.27	0.10	0.02	0.01
Total Noncurrent Loans/ Loans	0.29	0.12	0.04	0.05
NPLs/Total Loans	0.27	0.10	0.03	0.01
NPAs/Total Loans	0.27	0.11	0.03	0.02
Reserves/ NPAs + Lns 90 PD	449.67	NM	NM	NM

Yield / Cost Detail (%)	3/31/2018	12/31/2017	12/31/2016	12/31/2015
Yield on Earning Assets	2.97	2.62	2.17	2.10
Cost of Int Bearing Deposits	1.80	1.40	0.99	0.87
Cost of Borrowings	1.09	0.89	0.38	0.07
Cost of Interest Bearing Liab	1.72	1.32	0.89	0.79
Cost of Funds	1.38	1.05	0.69	0.57
Yield/ Cost Spread	1.26	1.30	1.28	1.31

Balance Sheet (\$000)	3/31/2018	12/31/2017	12/31/2016	12/31/2015
Cash & Equivalents	883,030	876,627	1,032,525	1,100,059
Total Securities	445,270	454,816	409,342	421,268
Total Cash & Secs	1,328,300	1,331,443	1,441,867	1,521,327
Total Loans & Leases	1,010,919	1,016,604	1,107,640	923,143
Total Reserves	13,108	13,108	13,841	15,083
Net Loans & Leases	997,811	1,003,496	1,093,799	908,060
Other Real Estate Owned	0	127	25	90
Goodwill & Intangibles	4,371	4,543	5,800	6,949
Total Assets	2,471,616	2,479,145	2,681,854	2,565,602
Total Deposits	2,015,950	1,977,839	2,129,839	2,077,355
FFunds Purchased	106,714	75,173	87,154	101,737
Commercial Paper	NA	NA	NA	NA
FHLB Advances	75,815	150,000	200,000	125,000
Other Borrowings	0	0	0	0
Total Liabilities	2,217,154	2,222,555	2,435,041	2,324,753
Total Equity Capital	254,462	256,590	246,813	240,849
Common Equity Tier 1	250,749	250,150	242,675	235,963
Tier 1 Capital	250,749	250,150	242,675	235,963
Total Capital	263,882	263,283	256,516	251,046
Assets for Leverage	2,518,604	2,664,927	2,832,588	2,597,811
Risk Weighted Assets	1,420,505	1,437,330	1,514,056	1,285,960

Income Statement (\$000)	3/31/2018	12/31/2017	12/31/2016	12/31/2015
Total Interest Income	17,805	65,114	56,649	48,042
Total Interest Expense	7,416	24,039	16,459	11,543
Net Interest Inc Before Provisio	10,389	41,075	40,190	36,499
Provisions for Loan Losses	570	2,327	1,170	1,140
Net Interest Inc After Provisions	9,819	38,748	39,020	35,359
Fiduciary Activities Charges	0	0	0	0
Deposit Service Charges	0	1	1	28
Trading Revenue	0	0	0	0
Other Charges and Fees	25,308	101,945	101,542	104,821
Total Noninterest Income	25,308	101,946	101,543	104,849
General & Administrative	11,576	42,755	43,545	42,325
Intangible Amortization	251	1,020	1,043	1,061
Other Expenses	18,076	70,559	69,799	68,462
Total Noninterest Expense	29,903	114,334	114,387	111,848
Gain (Loss) on Securities	0	-9	-3	0
Gain (Loss) on Other Assets	0	1	0	2,371
Net Income before Taxes	5,224	26,351	26,173	28,360
Income Tax	768	7,150	7,161	7,914
Minority Interest	NA	NA	NA	NA
Extraordinary Items	0	0	0	0
Net Income	4,456	19,201	19,012	20,446
Dividends Declared	3,000	12,000	12,000	10,500



CRE Portfolio (\$) and Limit	3/31/2018	12/31/2017	12/31/2016	12/31/2015
1-4 Fam Const Lns	6,724	9,848	16,458	11,891
Other Const & Dev Lns	52,735	51,904	77,873	42,694
Multifamily (5+) Const Lns	22,417	18,445	27,213	30,682
NFNR Loans Other	111,100	117,561	83,723	64,408
CRE fincd not secured RE	0	0	0	0
Total Commercial Real Estate	192,976	197,758	205,267	149,675
Tot Con&Dev/RBC (<100%)	22.53	23.45	36.77	21.74
Tot CRE / RBC (<300%)	73.13	75.11	80.02	59.62

Deposit Composition (\$000)	3/31/2018	12/31/2017	12/31/2016	12/31/2015
Reciprocal Deposits	0	0	0	0
Brokered Deposits	205,437	205,239	385,775	306,614