

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	9.12%	5.0%	Pass
CET1 Ratio	15.84%	7.0%	Pass
Tier 1 Capital Ratio	15.84%	8.5%	Pass
Total Capital Ratio	16.88%	10.5%	Pass
SECONDARY RATIOS			
Texas Ratio	1.66%	90.0%	Pass
ALLL/Loans	1.41%	1.0%	Pass
ROAA	0.60%	0.0%	Pass

Financial Highlights (%)	3/31/2020	12/31/2019	12/31/2018	12/31/2017
ROAA	0.60	0.93	0.86	0.73
ROAE	6.36	8.82	8.18	7.58
Net Interest Margin (FTE)	1.77	1.90	1.88	1.79
Efficiency Ratio (FTE)	72.60	76.02	78.50	77.33
Provision/AA	0.58	0.13	0.09	0.09
Interest Income / AA	2.64	3.32	3.11	2.49
Interest Expense / AA	1.04	1.59	1.40	0.92
Net Interest Income/AA	1.61	1.73	1.71	1.57
Non Interest Income / AA	3.28	3.88	4.02	3.90
Non Interest Expense / AA	3.61	4.34	4.62	4.37

Balance Sheet Ratios (%)

Equity Capital / Assets	9.77	10.15	10.36	10.35
Tangible Equity / Tangible Asst	9.69	10.06	10.23	10.19
Total Securities / Assets	11.68	12.44	15.54	18.35
Cash & Equivalents / Assets	40.52	38.76	37.13	35.36
Loans / Deposits	51.62	52.71	56.85	51.40
Loans / Assets	44.43	44.96	42.38	41.01
Goodwill & Other Intang / Asse	0.09	0.10	0.14	0.18
Deposits / Liabilities	95.38	94.93	83.16	88.99
Pledged Securities / Securities	93.49	94.35	93.98	45.49

Growth Rates (%)

Asset Growth Rate	20.39	7.95	1.37	-7.56
Loan Growth Rate	15.43	14.50	4.77	-8.22
Deposit Growth Rate	24.16	23.51	-5.28	-7.14

Regulatory Capital (%)

Tier 1 Leverage Ratio	9.12	9.64	10.84	9.38
Common Equity Tier 1 Ratio	15.84	16.03	16.87	17.40
Tier 1 Risk Based Ratio	15.84	16.03	16.87	17.40
Total Risk Based Capital Ratio	16.88	16.87	17.72	18.32

Asset Quality (%)

Texas Ratio	1.66	0.75	0.68	0.49
NPAs/Total Assets	0.08	0.06	0.07	0.05
NPAs+(Lns 90+PD)/Tot Assets	0.17	0.08	0.07	0.05
NPAs/Loans + Frclsd RE	0.17	0.14	0.16	0.11
NCOs/Avg Loans	0.19	0.20	0.21	0.31
ALLL/Loans	1.41	1.16	1.23	1.29
Reserves/NPAs	824.27	828.88	775.07	NM
LLP/NCOs	755.75	144.60	100.05	76.05
Lns 90+ Days Past Due/Tot Ln	0.22	0.04	0.01	0.02
Nonaccrual Loans/Total Loans	0.17	0.14	0.16	0.10
Total Noncurrent Loans/ Loans	0.38	0.18	0.17	0.12
NPLs/Total Loans	0.17	0.14	0.16	0.10
NPAs/Total Loans	0.17	0.14	0.16	0.10
Reserves/ NPAs + Lns 90 PD	363.93	652.36	718.89	NM

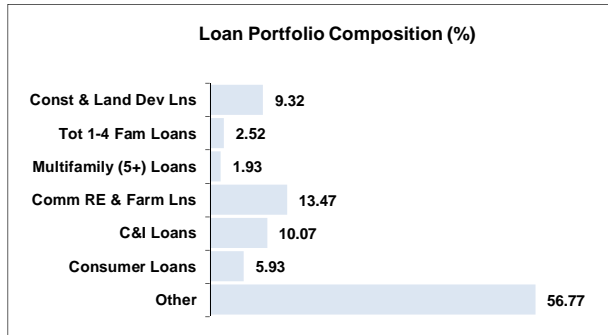
Yield / Cost Detail (%)

Yield on Earning Assets	2.79	3.50	3.28	2.62
Cost of Int Bearing Deposits	1.55	2.31	2.15	1.40
Cost of Borrowings	1.27	0.85	0.76	0.89
Cost of Interest Bearing Liab	1.54	2.14	1.91	1.32
Cost of Funds	1.16	1.81	1.60	1.03
Yield/ Cost Spread	1.25	1.36	1.37	1.30

Balance Sheet (\$000)	3/31/2020	12/31/2019	12/31/2018	12/31/2017
Cash & Equivalents	1,155,131	1,051,453	933,012	876,627
Total Securities	332,884	337,521	390,435	454,816
Total Cash & Secs	1,488,015	1,388,974	1,323,447	1,331,443
Total Loans & Leases	1,266,607	1,219,554	1,065,079	1,016,604
Total Reserves	17,796	14,091	13,091	13,108
Net Loans & Leases	1,248,811	1,205,463	1,051,988	1,003,496
Other Real Estate Owned	0	0	0	127
Goodwill & Intangibles	2,616	2,721	3,568	4,543
Total Assets	2,851,074	2,712,795	2,513,109	2,479,145
Total Deposits	2,453,644	2,313,894	1,873,433	1,977,839
FFunds Purchased	86,784	97,080	78,251	75,173
Commercial Paper	NA	NA	NA	NA
FHLB Advances	0	0	280,000	150,000
Other Borrowings	0	0	0	0
Total Liabilities	2,572,414	2,437,552	2,252,859	2,222,555
Total Equity Capital	278,660	275,243	260,250	256,590
Common Equity Tier 1	269,049	268,543	259,131	250,150
Tier 1 Capital	269,049	268,543	259,131	250,150
Total Capital	286,870	282,659	272,247	263,283
Assets for Leverage	2,951,557	2,785,786	2,390,631	2,666,717
Risk Weighted Assets	1,699,029	1,675,236	1,536,078	1,437,330

Income Statement (\$000)

Total Interest Income	19,522	83,972	75,680	65,114
Total Interest Expense	7,657	40,315	34,168	24,039
Net Interest Inc Before Provisio	11,865	43,657	41,512	41,075
Provisions for Loan Losses	4,270	3,242	2,204	2,327
Net Interest Inc After Provisio	7,595	40,415	39,308	38,748
Fiduciary Activities Charges	0	0	0	0
Deposit Service Charges	1	4	3	1
Trading Revenue	0	0	0	0
Other Charges and Fees	24,251	98,105	97,906	101,945
Total Noninterest Income	24,252	98,109	97,909	101,946
General & Administrative	11,070	41,875	42,476	42,755
Intangible Amortization	104	540	1,413	1,020
Other Expenses	15,518	67,392	68,452	70,559
Total Noninterest Expense	26,692	109,807	112,341	114,334
Gain (Loss) on Securities	0	-8	-5	-9
Gain (Loss) on Other Assets	83	37	-584	1
Net Income before Taxes	5,155	28,709	24,871	26,351
Income Tax	754	5,144	3,838	7,150
Minority Interest	NA	NA	NA	NA
Extraordinary Items	0	0	0	0
Net Income	4,401	23,565	21,033	19,201
Dividends Declared	4,000	15,000	12,000	12,000



CRE Portfolio (\$) and Limit	3/31/2020	12/31/2019	12/31/2018	12/31/2017
1-4 Fam Const Lns	8,469	10,330	24,831	9,848
Other Const & Dev Lns	109,571	105,020	96,060	51,904
Multifamily (5+) Const Lns	24,429	30,447	19,143	18,445
NFNR Loans Other	137,733	110,998	111,553	117,561
CRE fincd not secured RE	0	0	0	0
Total Commercial Real Estate	280,202	256,795	251,587	197,758
Tot Con&Dev/RBC (<100%)	41.15	40.81	44.40	23.45
Tot CRE / RBC (<300%)	97.68	90.85	92.41	75.11

Deposit Composition (\$000)

Reciprocal Deposits	0	0	0	0
Brokered Deposits	205,538	205,400	205,503	205,239