PUBLIC DISCLOSURE

June 5, 2023

COMMUNITY REINVESTMENT ACT PERFORMANCE EVALUATION

Texas Exchange Bank
Certificate Number: 20099

100 North Crowley Road
Crowley, Texas 76036

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

600 North Pearl Street, Suite 700
Dallas, Texas 75201

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INSTITUTION RATING

INSTITUTION'S COMMUNITY REINVESTMENT ACT (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.

Community Development Test

The following points summarize the bank's performance.

- The institution has an adequate level of community development loans, community development services, or qualified investments, particularly investments that are not routinely provided by private investors.

- The institution occasionally uses innovative or complex qualified investments, community development loans, or community development services.

- The institution exhibits adequate responsiveness to credit and community economic development needs in its assessment area (AA).

DESCRIPTION OF INSTITUTION

Texas Exchange Bank (TEB), headquartered in Crowley, Texas, began operations in 1970. Effective January 1, 2022, the bank converted from a state savings bank to a state chartered bank, consequently, the bank's name changed from Texas Exchange Bank, SSB to Texas Exchange Bank. TEB does not operate under a holding company structure. The bank received a '*Needs to Improve'* rating at its previous evaluation, dated November 16, 2020, and performed by the Federal Deposit Insurance Corporation (FDIC) based on the Federal Financial Institutions Examination Council's (FFIEC) Intermediate Small Institution CRA Examination Procedures.

The bank currently functions as a Wholesale Institution, receiving that designation from the FDIC on May 1, 2021, based on its business model that focuses on wholesale credits. Wholesale credits comprise over 99.0 percent of the bank's loan portfolio, with the majority of loans generated through Shared National Credits. Additionally, the bank's investment structure relies heavily on Collateralized Loan Obligations.

TEB operates from two offices within the Texas cities of Crowley and Fort Worth as well as two automated teller machines (ATMs), one at each location. The bank did not experience any merger or acquisition activity nor did they open or close any full-service offices since the previous evaluation.

The bank continues to offer a variety of personal and business checking and savings accounts as well as certificates of deposit, money market accounts, and individual retirement accounts. The bank provides commercial loan products, but does not extend home mortgage, small business, small farm, or consumer loans to retail customers. The bank does have the ability to extend consumer loans as an accommodation; however, as a designated wholesale bank, the bank does not actively market any consumer products. Alternative services include ATMs, online banking, mobile banking, and voice-response banking.

As of the March 31, 2023 Report of Condition and Income, the bank reported total assets of $2.7 billion, net loans of $1.1 billion, and total deposits of $2.3 billion. Since the previous CRA evaluation, total assets increased by 26.1 percent, net loans increased by 94.5 percent, and deposits increased by 66.9 percent.

The following table illustrates the mix of outstanding loans as of March 31, 2023. The table aligns with the bank's commercial focus as the Commercial and Industrial and Secured by Nonfarm Nonresidential Properties categories account for 95.9 percent of the outstanding volume of loans.

Loan Portfolio Distribution as of 03/31/2023		
Loan Category	**$(000s)**	**%**
Construction, Land Development, and Other Land Loans	42,909	3.8
Secured by Farmland	0	0.0
Secured by 1-4 Family Residential Properties	3,445	0.3
Secured by Multifamily (5 or more) Residential Properties	0	0.0
Secured by Nonfarm Nonresidential Properties	0	0.0
Total Real Estate Loans	**46,354**	**4.1**
Commercial and Industrial Loans	1,073,933	95.9
Agricultural Production and Other Loans to Farmers	0	0.0
Consumer Loans	4	<0.1
Obligations of State and Political Subdivisions in the U.S.	0	0.0
Other Loans	0	0.0
Lease Financing Receivable (net of unearned income)	0	0.0
Less: Unearned Income	0	0.0
Total Loans	**1,120,291**	**100.0**
Source: Reports of Condition and Income		

Based on the information discussed in this section, as well as other regulatory data, the institution's financial condition, size, product offerings, prior performance, and status of any legal impediments did not affect its ability to meet the AA's credit needs.

DESCRIPTION OF ASSESSMENT AREA

The CRA requires each financial institution to define one or more AAs for which examiners will evaluate its CRA performance. TEB designated all census tracts in Tarrant and Johnson Counties (part of the Fort Worth-Arlington-Grapevine Metropolitan Division (MD)) as well as all census tracts in Dallas County (part of the Dallas-Plano-Irving MD); these combined MDs make up the

Dallas-Fort Worth-Arlington Metropolitan Statistical Area and serve as the bank's Dallas/Fort Worth assessment area (DFW AA). The AA conforms to CRA regulatory requirements. The bank did not change its AA since the previous CRA evaluation.

Economic and Demographic Data

As of the 2020 U.S. Census, the bank's DFW AA encompass 1,133 census tracts reflecting the following income designations: 143 low-, 366 moderate-, 321 middle-, 287 upper-income tracts, and 16 tracts with no income designation.

The bank's Fort Worth Branch operates in an upper-income census tract, while its headquarters in Crowley operates in a middle-income census tract.

The following table shows additional demographic and economic characteristics of the area.

Demographic Information of the Assessment Area DFW AA						
Demographic Characteristics	**#**	**Low % of #**	**Moderate % of #**	**Middle % of #**	**Upper % of #**	**NA* % of #**
Geographies (Census Tracts)	1,133	12.6	32.3	28.3	25.3	1.4
Population by Geography	4,904,106	12.1	32.2	29.9	25.0	0.8
Housing Units by Geography	1,871,075	12.7	30.8	30.1	25.6	0.9
Owner-Occupied Units by Geography	954,611	6.5	27.1	33.3	32.7	0.4
Occupied Rental Units by Geography	772,101	19.3	35.1	27.0	17.2	1.4
Vacant Units by Geography	144,363	17.8	32.4	25.0	23.1	1.7
Businesses by Geography	748,229	6.4	22.1	29.8	40.8	0.9
Farms by Geography	11,010	5.0	21.6	30.9	41.8	0.7
Family Distribution by Income Level	1,152,959	26.1	19.1	19.4	35.5	0.0
Household Distribution by Income Level	1,726,712	25.9	18.3	18.5	37.3	0.0
Median Family Income MSA - 19124 Dallas-Plano-Irving, TX		$88,315	Median Housing Value			$224,906
Median Family Income MSA - 23104 Fort Worth-Arlington-Grapevine, TX		$82,649	Median Gross Rent			$1,185
			Families Below Poverty Level			9.9%

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

Service industries represent the largest portion of the area's businesses at 33.0 percent; followed by non-classifiable establishments at 29.1 percent; and finance, insurance, and real estate at 12.0 percent. About 59.0 percent of the businesses hire four or fewer employees. The area's major employers include Walmart Stores, American Airlines Group, Texas Health Resources, Baylor Health Care Systems, and Lockheed Martin.

As illustrated in the table below, since previous CRA evaluation, the unemployment rates in the DFW AA remained consistent with the state and national averages.

Unemployment Rates DFW AA			
Area	**2020**	**2021**	**2022**
	%	%	%
Dallas County	7.9	5.6	3.7
Johnson County	6.6	4.9	3.5
Tarrant County	7.5	5.3	3.6
State of Texas	7.7	5.6	3.9
National Average	8.1	5.4	3.6
Source: Bureau of Labor Statistics.			

Competition

According to FDIC's Summary of Deposits Report dated June 30, 2022, the bank's AA contains a strong level of competition with 142 FDIC-insured depository institutions operating 1,022 offices. TEB ranks 18th in deposit market share by capturing 0.6 percent of the area's deposits. In addition, credit unions, mortgage companies, and finance companies operate in the area, further increasing the level of competition.

Community Contact

Examiners utilized an existing community contact to help assess the area's current economic conditions, community credit needs, and potential opportunities for bank involvement. The contact noted that affordable housing, particularly in low- and moderate-income areas, continues to represent a primary need. The contact acknowledged an uptick in the implementation of programs to increase mortgage lending and provide access to home ownership. However, the contact noted that nationally approximately 40.0 percent of individuals rent and 60.0 percent own; the Dallas area reflects the reverse. In addition, the contact mentioned heightened needs relating to general banking services for the unbanked. Finally, although small businesses have plenty of access to capital, the contact noted there remains a lack of individuals that qualify for the capital.

Credit and Community Development Needs and Opportunities

Considering information from bank management and demographic and economic information, examiners ascertained that the primary credit needs of the area include small business and home mortgage loans.

Affordable housing and community service activities serve as the primary community development needs. Specifically, demographic data showing that 45.2 percent of the area's families reported low- or moderate-incomes also suggest a need for activities that benefit projects or organizations that provide community services targeted to these families. In addition, the high percentage (44.9 percent) of low- and moderate-income census tracts, the national COVID-19 major disaster area, and the AA's designation as a federal disaster area for a severe winter storm suggest a need for activities that revitalize or stabilize qualifying geographies.

SCOPE OF EVALUATION

General Information

This evaluation covers the period from the previous CRA evaluation dated November 16, 2020, to the current evaluation dated June 5, 2023. Examiners evaluated TEB's CRA performance using Interagency Wholesale Institution CRA Examination Procedures. The Appendix lists the applicable test's criteria.

Activities Reviewed

This evaluation considered all of TEB's community development (CD) activities conducted within its AA and the broader regional and statewide area. CD activities include CD lending, qualified investments (QIs), and CD services. To assess TEB's performance, examiners relied on bank records, publicly available financial information, demographic and economic information, and other information gathered during the evaluation process. Examiners performed a full-scope review of the bank's sole AA.

Wholesale institutions need not engage in all three categories of CD activities to receive a "Satisfactory" or better rating. Given the bank's business model and capacity, examiners focused on the bank's QIs and CD services.

CONCLUSIONS ON PERFORMANCE CRITERIA

The bank's has an adequate level of CD loans, CD services, or QIs, particularly investments that are not routinely provided by private investors. A high level of CD services combined with an adequate level of QIs support this conclusion and outweighed the few, if any, CD loans.

Community Development Loans

Since the previous CRA evaluation, the bank did not originate any CD loans.

Qualified Investments

Since the previous CRA evaluation, the bank purchased three QIs totaling $26.8 million and made 127 qualified donations totaling $708 thousand. The total volume of QIs equates to 0.9 percent of average total assets of $3.1 billion and 3.0 percent of average total securities of $891.2 million. All QIs totaling $27.5 million directly benefitted the bank's DFW AA. The QIs demonstrated responsiveness to the affordable housing needs of the AA as 97.5 percent of the invested dollar volume addressed this CD need.

The following table illustrates the QI activity by year and purpose within the DFW AA.

Qualified Investments										
Activity Year	**Affordable Housing**		**Community Services**		**Economic Development**		**Revitalize or Stabilize**		**Totals**	
	#	**$(000s)**	**#**	**$(000s)**	**#**	**$(000s)**	**#**	**$(000s)**	**#**	**$(000s)**
Prior Period	0	0	0	0	0	0	0	0	**0**	**0**
2020 (Partial)	1	7,600	0	0	0	0	0	0	**1**	**7,600**
2021	1	13,200	0	0	0	0	0	0	**1**	**13,200**
2022	0	0	0	0	0	0	0	0	**0**	**0**
2023 (YTD)	1	6,000	0	0	0	0	0	0	**1**	**6,000**
Subtotal	**3**	**26,800**	**0**	**0**	**0**	**0**	**0**	**0**	**3**	**26,800**
Qualified Grants & Donations	3	16	124	692	0	0	0	0	**127**	**708**
Total	**6**	**26,816**	**124**	**692**	**0**	**0**	**0**	**0**	**130**	**27,508**
Source: Bank Data from 11/06/2020 to 06/05/2023.										

The following points provide examples of the bank's QIs.

- ***Affordable Housing:*** The bank invested $26.8 million in an earmarked CRA Investment Fund that specifically focuses on the bank's DFW AA. This fund financed new and meaningful multifamily initiatives such as the development of 304 units reserved for low- and moderate-income individuals in Dallas County; the development of 196 units reserved for low-income seniors and low- and moderate-income people with disabilities in Tarrant County; and the development of 29 units reserved for low- and moderate-income seniors and people with disabilities in Johnson County.

- ***Community Services:*** The bank provided grants and donations to many local organizations that benefit low- and moderate-income individuals, which include schools where a majority of students qualify to receive free or reduced school lunches, a food bank, a domestic violence shelter, and a homeless shelter.

Community Development Services

Since the previous CRA evaluation, the bank provided 322 CD services, which equates to approximately 68.5 services, per office, per year. This figure represents a substantial increase since the previous CRA evaluation when the bank had 88 CD services. All of the bank's CD services directly benefitted the bank's DFW AA.

Further, the CD service activities involved 626 hours since the previous CRA evaluation. The majority of service hours provided supported the provision of community services targeted to low- and moderate-income individuals and families, an identified community development need for the DFW AA.

The following table illustrates the bank's CD service activity by year and purpose within the DFW AA.

Community Development Services					
Activity Year	**Affordable Housing**	**Community Services**	**Economic Development**	**Revitalize or Stabilize**	**Totals**
	#	**#**	**#**	**#**	**#**
2020 (Partial)	0	12	0	0	**12**
2021	0	115	0	0	**115**
2022	1	148	0	0	**149**
2023 (YTD)	2	44	0	0	**46**
Total	**3**	**319**	**0**	**0**	**322**
Source: Bank Data from 11/06/2020 to 06/05/2023.					

The following points provide examples of the bank's CD services.

- ***Community Service:*** Bank employees utilized their financial expertise to provide grant-writing assistance to multiple organizations. These organizations include Agape Clinic, a provider of free or reduce cost medical services for low- and moderate-income persons; Northside Inter-Community Agency, a food and clothing pantry for low-income individuals; and Unbound, which provides food, clothing, healthcare, and ongoing case management to low- and moderate-income human-trafficking survivors in the DFW area.

- ***Community Service:*** The bank collaborates with Junior Achievement, Center for Autism and other Special Development Needs and Youth Entrepreneurs to administer financial education. During the review period, the bank provided 36 services and dedicated 67 hours to build the financial skills of students at schools for which the majority of its pupils receive free or reduced lunch.

TEB uses innovative or complex CD services that focus on its grant-writing program. The bank successfully received 25 grants totaling $254 thousand for five of the CD organizations with whom it collaborates. Since the previous CRA evaluation, the bank applied for 140 grants on behalf of organizations that provide community services like childcare, food pantries, and shelters. Grant writing takes a significant amount of research, preparation, and writing, of which bank employees provide all of these resources.

TEB demonstrated responsiveness to the DFW AA needs by providing community services, which, according to the community contact, represents an identified need. The bank's CD services benefitted organizations or projects that provide community services such as food banks and homeless shelters; and transitional support resources such as housing, employment assistance, and counseling services.

The bank's availability of services has not changed since the prior evaluation as the bank maintains the same branching and alternative delivery network.

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 discriminatory or other illegal credit practices.

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 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. Bank CDCs can develop innovative debt instruments or provide near-equity investments tailored to the development needs of the community. Bank 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 bank:

(i) Has not been reported or collected by the bank or an affiliate for consideration in the bank'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 bank's assessment area(s) or a broader statewide or regional area including the bank'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 <u>financial</u> services; and

(3) Has not been considered in the evaluation of the bank'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 (e.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.

Micropolitan Statistical Area: CBSA associated with at least one urbanized area having a population of at least 10,000, but less than 50,000.

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.

WHOLESALE/LIMITED PURPOSE BANK TEST PERFORMANCE CRITERIA

Community Development Test

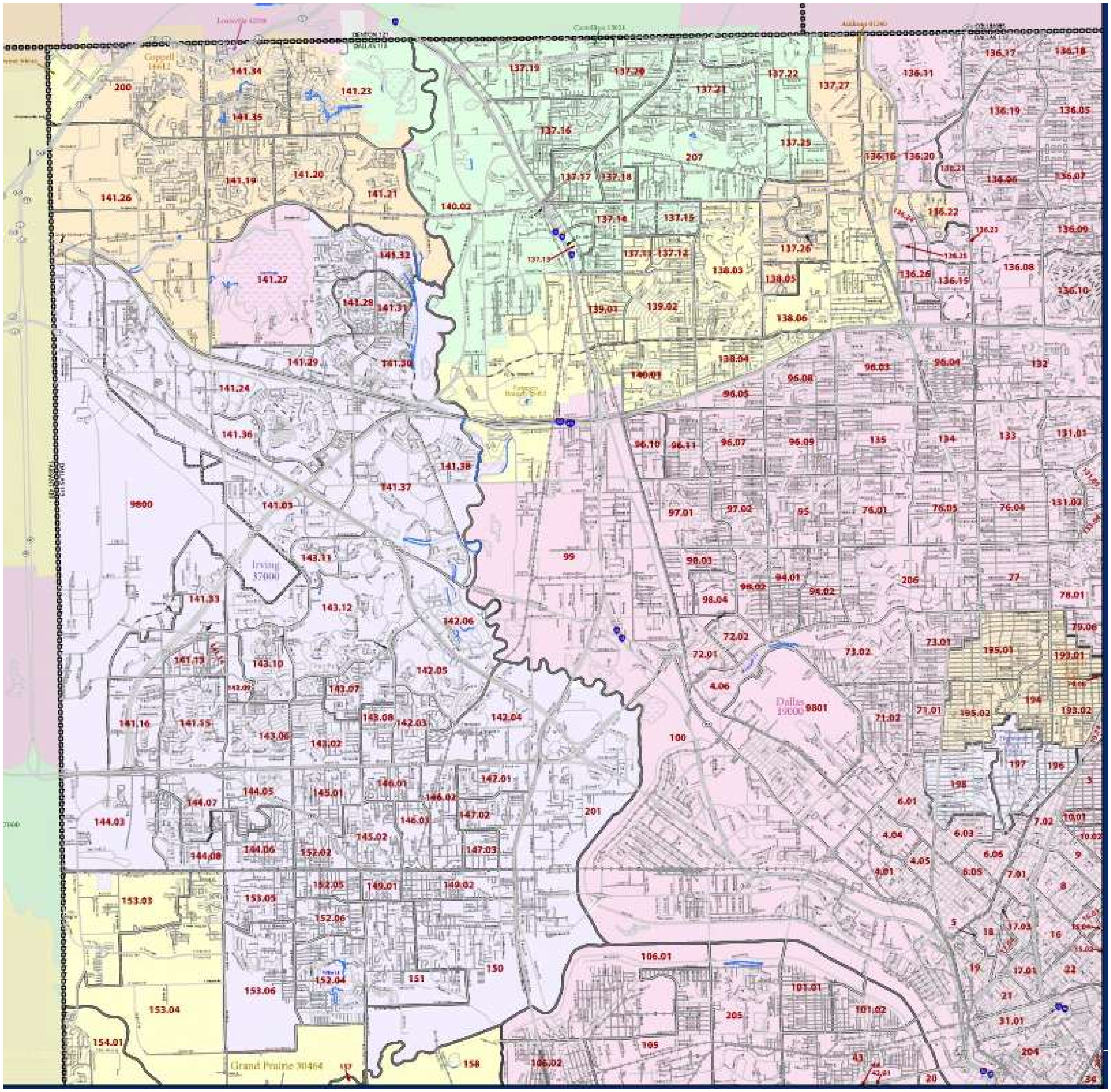
The Community Development Test for CRA Wholesale or Limited Purpose Banks evaluates the institution's record of helping to meet the needs of its assessment area(s) by considering the following criteria:

1) The number and amount of community development loans (including originations and purchases of loans and other community development loan data provided by the bank, such as data on loans outstanding, commitments, and letters of credit), qualified investments, or community development services;

2) The use of innovative or complex community development loans, qualified investments, or community development services and the extent to which the investments are not routinely provided by private investors; and

3) The bank's responsiveness to credit and community development needs.

Dallas County



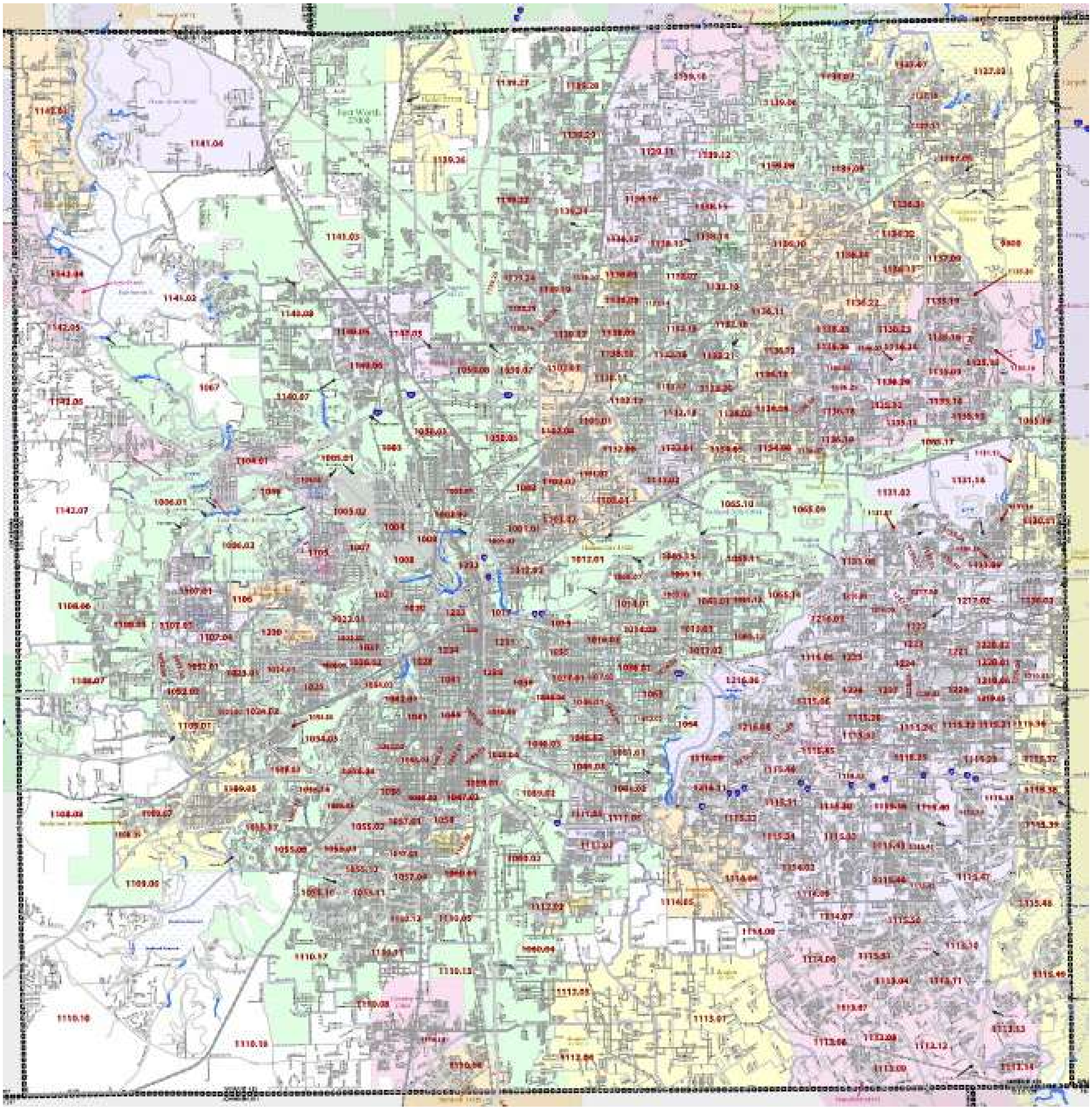
Dallas County Tract Codes

0001.00	0015.04	0062.00	0078.30	0093.03	0110.03	0127.02	0136.28	0141.41
0002.01	0016.01	0063.01	0078.31	0093.04	0110.04	0128.01	0136.29	0141.42
0002.02	0016.02	0063.02	0078.32	0094.01	0111.01	0128.02	0136.30	0141.43
0003.00	0017.03	0064.01	0078.33	0094.02	0111.03	0129.00	0136.31	0141.44
0004.01	0017.05	0064.02	0078.34	0095.00	0111.04	0130.05	0137.15	0141.45
0004.05	0018.01	0065.01	0078.35	0096.03	0111.05	0130.07	0137.16	0141.46
0004.07	0018.02	0065.02	0079.02	0096.04	0112.01	0130.08	0137.17	0141.47
0004.08	0019.01	0067.01	0079.03	0096.05	0112.02	0130.09	0137.18	0141.48
0004.09	0019.02	0067.02	0079.06	0096.07	0113.00	0130.10	0137.19	0141.49
0004.10	0020.01	0068.00	0079.09	0096.08	0114.01	0130.11	0137.20	0141.50
0005.01	0020.02	0069.00	0079.10	0096.09	0115.00	0130.12	0137.21	0141.51
0005.02	0021.00	0071.01	0079.12	0096.10	0116.01	0130.13	0137.22	0141.52
0005.03	0022.00	0071.02	0079.13	0096.11	0116.03	0131.01	0137.25	0141.53
0006.05	0024.00	0072.03	0079.14	0097.01	0116.04	0131.02	0137.26	0141.54
0006.06	0025.00	0072.04	0079.15	0097.02	0117.01	0131.04	0137.27	0141.55
0006.07	0027.03	0072.05	0079.16	0098.02	0117.02	0131.06	0137.28	0141.56
0006.08	0031.02	0072.06	0080.00	0098.03	0118.01	0131.07	0137.29	0141.57
0006.09	0031.03	0073.01	0081.01	0098.04	0118.02	0132.01	0138.04	0141.58
0006.10	0037.00	0073.02	0081.02	0099.00	0119.01	0132.02	0138.05	0141.59
0006.11	0042.01	0076.01	0082.00	0100.01	0119.02	0133.00	0138.06	0141.60
0007.03	0042.02	0076.04	0084.01	0100.02	0120.00	0134.00	0138.07	0141.61
0007.04	0043.00	0076.05	0084.02	0100.03	0121.01	0135.00	0138.08	0142.03
0007.05	0044.00	0077.01	0085.00	0101.01	0121.02	0136.05	0139.01	0142.04
0007.06	0045.00	0077.02	0086.04	0101.02	0122.06	0136.06	0139.02	0142.05
0008.01	0046.00	0078.01	0087.01	0105.00	0122.07	0136.07	0140.01	0142.07
0008.02	0047.00	0078.05	0087.03	0106.01	0122.08	0136.08	0140.02	0142.08
0009.01	0048.00	0078.09	0087.04	0106.02	0122.09	0136.09	0141.19	0142.09
0009.02	0050.00	0078.10	0087.05	0107.01	0122.10	0136.10	0141.20	0143.06
0010.01	0051.00	0078.12	0088.01	0107.04	0122.11	0136.11	0141.21	0143.08
0010.02	0052.00	0078.15	0088.02	0108.04	0122.12	0136.15	0141.23	0143.09
0011.01	0053.00	0078.19	0090.01	0108.05	0122.13	0136.17	0141.24	0143.10
0011.02	0054.00	0078.21	0090.02	0108.06	0123.01	0136.18	0141.26	0143.13
0012.02	0055.00	0078.22	0091.01	0108.07	0123.02	0136.19	0141.28	0143.14
0012.03	0056.00	0078.23	0091.03	0108.08	0124.00	0136.20	0141.30	0143.15
0012.04	0057.00	0078.24	0091.04	0108.09	0125.01	0136.21	0141.32	0143.16
0013.01	0059.01	0078.25	0091.05	0109.03	0125.02	0136.22	0141.34	0143.17
0013.02	0059.02	0078.26	0092.02	0109.04	0126.01	0136.24	0141.35	0143.18
0014.00	0060.01	0078.27	0092.03	0109.05	0126.03	0136.25	0141.38	0143.19
0015.02	0060.02	0078.28	0092.04	0109.06	0126.04	0136.26	0141.39	0143.20
0015.03	0061.00	0078.29	0093.01	0110.02	0127.01	0136.27	0141.40	0144.05

Dallas County Tract Codes - Continued

0144.06	0163.01	0166.17	0171.01	0181.10	0184.01	0190.48	0211.00
0144.07	0163.02	0166.18	0171.02	0181.11	0184.02	0190.49	0212.00
0144.08	0164.06	0166.19	0172.01	0181.20	0184.03	0190.50	9800.00
0144.09	0164.07	0166.20	0172.03	0181.21	0185.01	0190.51	9801.00
0144.10	0164.09	0166.21	0172.04	0181.26	0185.05	0190.52	9802.00
0145.01	0164.10	0166.22	0173.07	0181.27	0185.06	0190.53	
0145.02	0164.12	0166.23	0173.08	0181.28	0185.07	0191.01	
0146.01	0164.14	0166.24	0173.09	0181.29	0185.08	0191.02	
0146.02	0164.15	0166.26	0173.10	0181.30	0186.00	0192.02	
0146.03	0164.16	0166.27	0173.11	0181.32	0187.00	0192.03	
0147.01	0164.17	0166.28	0173.12	0181.33	0188.01	0192.05	
0147.04	0164.18	0166.29	0173.13	0181.34	0188.02	0192.08	
0149.03	0164.19	0166.30	0173.14	0181.35	0189.00	0192.10	
0150.01	0164.20	0166.31	0173.15	0181.37	0190.13	0192.11	
0150.02	0164.21	0166.32	0174.00	0181.38	0190.16	0192.12	
0151.01	0165.11	0166.33	0175.00	0181.40	0190.18	0192.13	
0151.02	0165.13	0166.34	0176.02	0181.41	0190.19	0192.14	
0152.02	0165.16	0166.35	0176.04	0181.42	0190.20	0192.15	
0152.05	0165.17	0166.36	0176.05	0181.43	0190.23	0192.16	
0152.06	0165.18	0166.37	0176.06	0181.44	0190.24	0193.01	
0152.07	0165.19	0166.38	0177.03	0181.45	0190.25	0193.02	
0152.08	0165.21	0167.04	0177.04	0181.46	0190.26	0194.00	
0153.03	0165.22	0167.06	0177.05	0181.47	0190.27	0195.01	
0153.04	0165.24	0167.07	0177.06	0181.48	0190.28	0195.02	
0153.05	0165.25	0167.08	0178.05	0181.49	0190.29	0196.00	
0153.06	0165.26	0167.09	0178.06	0181.50	0190.31	0197.00	
0154.03	0165.27	0167.10	0178.08	0181.51	0190.32	0198.00	
0154.04	0165.28	0167.11	0178.11	0181.52	0190.33	0199.00	
0154.05	0165.29	0168.02	0178.12	0181.53	0190.34	0200.00	
0154.06	0165.30	0168.03	0178.14	0181.54	0190.35	0201.00	
0155.00	0165.31	0168.05	0178.15	0181.55	0190.36	0202.00	
0156.00	0165.32	0168.06	0178.16	0181.56	0190.37	0203.00	
0157.00	0165.33	0169.02	0178.17	0181.57	0190.39	0204.01	
0159.00	0165.34	0169.03	0178.18	0181.58	0190.40	0204.02	
0160.01	0165.35	0170.05	0178.19	0181.59	0190.41	0205.00	
0160.02	0165.36	0170.06	0178.20	0182.03	0190.42	0206.00	
0161.00	0166.07	0170.07	0179.00	0182.04	0190.44	0207.00	
0162.01	0166.10	0170.08	0180.01	0182.05	0190.45	0208.00	
0162.03	0166.15	0170.09	0180.02	0182.06	0190.46	0209.00	
0162.04	0166.16	0170.10	0181.05	0183.00	0190.47	0210.00	

Tarrant County



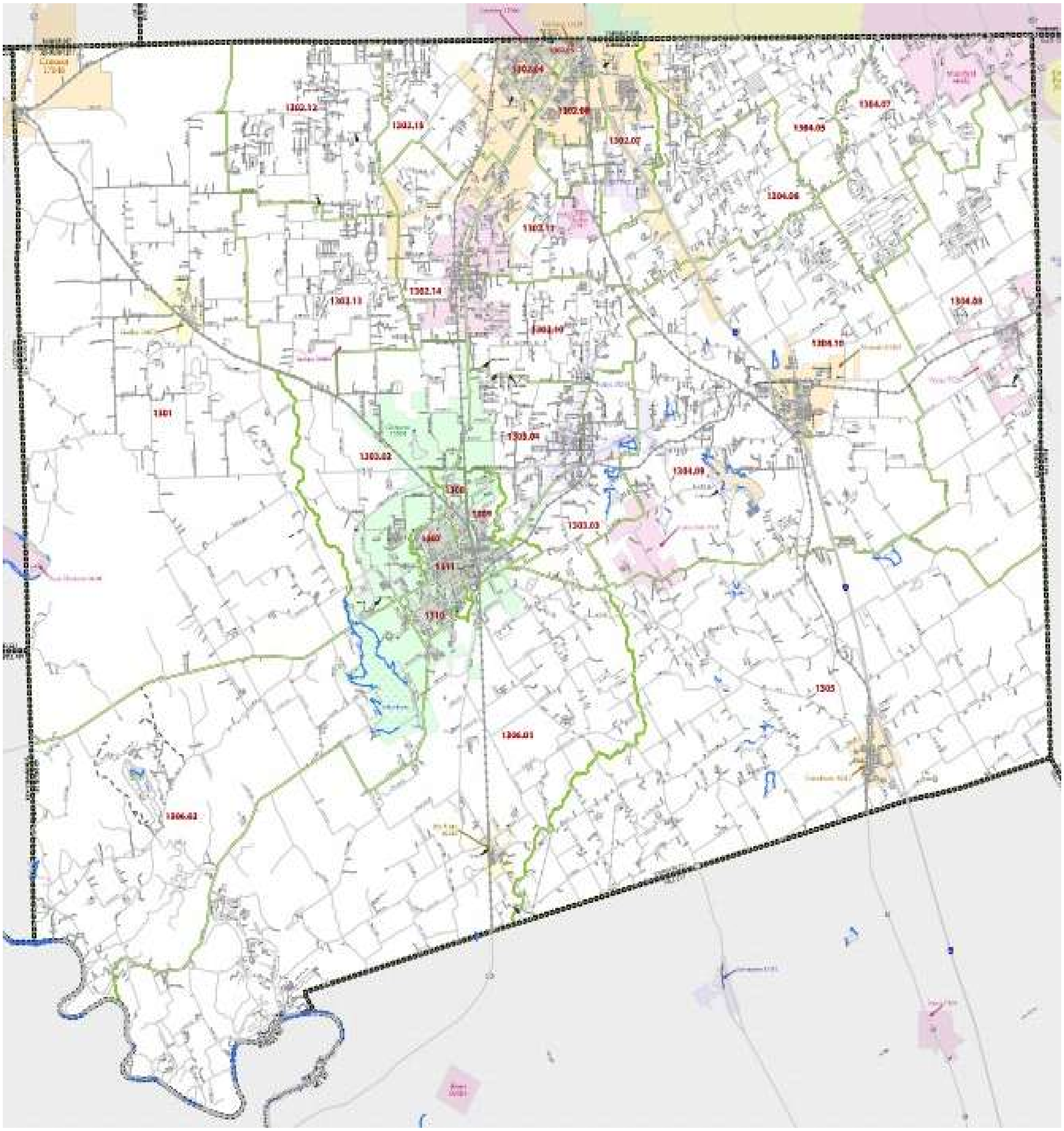
Tarrant County Census Tract Codes

1001.01	1036.02	1055.03	1065.20	1110.19	1114.09	1115.65	1132.23	1136.37
1001.02	1037.01	1055.05	1065.21	1110.20	1114.10	1115.66	1133.01	1136.38
1002.01	1037.02	1055.11	1065.22	1110.21	1114.11	1115.67	1133.02	1136.39
1002.02	1038.00	1055.12	1065.23	1110.22	1115.05	1115.68	1134.03	1136.40
1003.00	1041.00	1055.13	1065.24	1110.23	1115.06	1115.69	1134.04	1137.07
1004.01	1042.02	1055.14	1065.25	1110.24	1115.13	1115.70	1134.07	1137.09
1004.02	1042.03	1055.15	1065.26	1110.25	1115.14	1115.71	1134.08	1137.10
1005.03	1042.04	1055.16	1066.00	1110.26	1115.16	1115.72	1134.09	1137.11
1005.04	1043.01	1055.17	1067.00	1110.27	1115.22	1130.03	1134.10	1137.12
1005.05	1043.02	1055.18	1101.02	1110.28	1115.25	1130.04	1135.09	1137.13
1005.06	1044.00	1055.19	1101.03	1110.29	1115.26	1130.05	1135.10	1137.14
1006.01	1045.02	1055.20	1101.04	1110.30	1115.29	1130.06	1135.11	1137.15
1006.02	1045.03	1056.00	1102.02	1110.31	1115.30	1130.07	1135.12	1137.16
1007.00	1045.04	1057.01	1102.04	1110.32	1115.31	1131.02	1135.13	1138.03
1008.00	1045.05	1057.03	1102.05	1110.33	1115.32	1131.04	1135.14	1138.08
1009.00	1046.01	1057.05	1102.06	1111.02	1115.33	1131.07	1135.16	1138.09
1012.01	1046.02	1057.06	1103.01	1111.03	1115.34	1131.08	1135.17	1138.10
1012.02	1046.03	1058.00	1103.02	1111.04	1115.36	1131.09	1135.19	1138.11
1013.01	1046.04	1059.01	1104.01	1112.02	1115.38	1131.10	1135.20	1138.12
1013.02	1046.05	1059.02	1104.02	1112.03	1115.40	1131.12	1135.21	1138.13
1014.01	1047.01	1060.02	1105.00	1112.04	1115.41	1131.15	1135.22	1138.14
1014.02	1047.02	1060.04	1106.00	1113.04	1115.42	1131.16	1136.07	1138.15
1014.03	1048.02	1060.05	1107.03	1113.06	1115.43	1131.17	1136.11	1138.16
1015.00	1048.03	1060.06	1107.04	1113.07	1115.44	1131.18	1136.12	1139.06
1017.00	1048.04	1061.01	1107.05	1113.08	1115.45	1131.19	1136.13	1139.08
1020.00	1049.00	1061.02	1107.06	1113.09	1115.46	1131.20	1136.18	1139.12
1021.01	1050.07	1062.01	1108.05	1113.11	1115.51	1131.21	1136.19	1139.16
1021.02	1050.08	1062.02	1108.06	1113.12	1115.52	1131.22	1136.22	1139.17
1022.01	1050.09	1063.00	1108.07	1113.14	1115.53	1132.06	1136.23	1139.18
1022.02	1052.01	1064.00	1108.08	1113.15	1115.54	1132.07	1136.24	1139.19
1023.01	1052.03	1065.02	1108.09	1113.16	1115.55	1132.10	1136.25	1139.20
1023.02	1052.04	1065.03	1109.01	1113.17	1115.56	1132.12	1136.26	1139.23
1024.01	1052.06	1065.07	1109.03	1113.18	1115.57	1132.13	1136.28	1139.24
1024.02	1052.07	1065.09	1109.05	1113.19	1115.58	1132.14	1136.29	1139.25
1025.00	1054.03	1065.12	1109.06	1113.20	1115.59	1132.15	1136.30	1139.30
1026.01	1054.04	1065.13	1109.07	1114.02	1115.60	1132.16	1136.32	1139.31
1026.02	1054.05	1065.14	1110.03	1114.05	1115.61	1132.17	1136.33	1139.32
1027.00	1054.07	1065.15	1110.10	1114.06	1115.62	1132.18	1136.34	1139.33
1035.00	1054.08	1065.18	1110.15	1114.07	1115.63	1132.21	1136.35	1139.34
1036.01	1055.02	1065.19	1110.18	1114.08	1115.64	1132.22	1136.36	1139.35

Tarrant County Census Tract Codes (continued)

1139.36	1141.13	1230.02
1139.37	1142.03	1231.00
1139.38	1142.04	1232.00
1139.39	1142.05	1233.01
1139.40	1142.06	1233.02
1139.41	1142.07	1235.00
1139.42	1216.05	1236.00
1139.43	1216.06	1237.00
1139.44	1216.08	9800.00
1139.45	1216.09	
1139.46	1216.10	
1139.47	1216.11	
1139.48	1216.12	
1139.49	1216.13	
1139.50	1216.14	
1139.51	1216.15	
1139.52	1217.02	
1139.53	1217.03	
1139.54	1217.04	
1139.55	1219.04	
1139.56	1219.05	
1139.57	1219.06	
1139.58	1219.07	
1140.03	1219.08	
1140.06	1220.01	
1140.09	1220.02	
1140.10	1221.00	
1140.11	1222.00	
1140.12	1223.00	
1140.13	1224.01	
1140.14	1224.02	
1140.15	1225.00	
1141.05	1226.00	
1141.06	1227.01	
1141.07	1227.02	
1141.08	1228.01	
1141.09	1228.02	
1141.10	1229.01	
1141.11	1229.02	
1141.12	1230.01	

Johnson County



Johnson County Tract Code

1301.00
1302.05
1302.10
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1306.03
1306.04
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1309.00
1310.00
1311.00

1301
1302.04

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1302.14
1302.15
1303.02
1303.03
1303.04
1304.05
1304.06
1304.07
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The bank did not open or close any branches during the current year or the prior two calendar years.

Crowley Branch
109 North Crowley Road
Crowley, Texas 76036
Telephone Number (817) 297-4331
Fax Number (817) 297-9996
View Map

Main Lobby
9:00 A.M. to 5:00 P.M. Monday through Friday
Closed Saturday

Drive Thru
9:00 A.M. to 5:00 P.M. Monday through Thursday
9:00 A.M. to 6:00 P.M. Friday
Closed Saturday

ATM located in Motor Bank

Census Tract: DFW AA
Income Tract Level: Middle-income

Fort Worth Branch
301 Commerce Street, Suite 230
Fort Worth, Texas 76102
Telephone Number (817) 207-0030
Fax Number (817) 870-9735
View Map

Main Lobby
9:00 A.M. to 5:00 P.M. Monday through Friday
Closed Saturday

Walk Up ATM only; located in building on Second Floor

Census Tract: DFW AA
Income Tract Level: Upper-income

Administrative Office
301 Commerce Street, Suite 2901
Fort Worth, Texas 76102
Telephone Number (817) 207-0030
Fax Number (817) 207-0684

<u>Community Reinvestment Act Notice</u>

Texas Exchange Bank

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 for the next two quarters. This list is available from the Regional Director, FDIC 600 North Pearl Street, Suite 700, Dallas, TX 75201.

You may send written comments about our performance in helping to meet community credit needs to:

Texas Exchange Bank
Casey Sullivan
CRA Officer
P.O. Box 605
Crowley, TX 76036

and FDIC Regional Director. You may also submit comments electronically through the FDIC's Web site at *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. We are an affiliate of TEB Trust, a bank holding company. You may request from the FDIC Regional Director an announcement of applications covered by the CRA filed with the FDIC.

Community Reinvestment Act Notice

Texas Exchange Bank

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. You may review today the public section of our most recent CRA evaluation, prepared by the FDIC, and a list of services provided at this branch. You may also have access to the following additional information, which we will make available to you at this branch within five calendar days after you make a request to us: (1) a map showing the assessment area containing this branch, which is the area in which the FDIC evaluates our CRA performance in this community; (2) information about our branches in this assessment area; (3) a list of services we provide at those locations; (4) data on our lending performance in this assessment area; and (5) copies of all written comments received by us that specifically relate to our CRA performance in this assessment area, and any responses we have made to those comments. If we are operating under an approved strategic plan, you may also have access to a copy of the plan.

If you would like to review information about our CRA performance in other communities served by us, the public file for our entire bank is available at Texas Exchange Bank – Fort Worth, Texas, located at 301 Commerce Street, Suite 2901, Fort Worth, TX 76102.

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 for the next two quarters. This list is available from the Regional Director, FDIC 600 North Pearl Street, Suite 700, Dallas, TX 75201.

You may send written comments about our performance in helping to meet community credit needs to:

Texas Exchange Bank
Casey Sullivan
CRA Officer
P.O. Box 605
Crowley, TX 76036

and the FDIC Regional Director. You may also submit comments electronically through the FDIC's Web site at *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. We are an affiliate of TEB Trust, a bank holding company. You may request from the FDIC Regional Director an announcement of applications covered by the CRA filed with the FDIC.

SERVICES

ONLINE BANKING

Texas Exchange Bank offers its customers distinctive online bank products for our consumer as well as business customers. These convenient products give our customers the ability to perform personal and business financial transactions online from home or the office.

Personal Internet services:

- Account inquiries for checking, savings, certificate of deposit, and loans
- Pending transaction inquiries
- Account history
- Account statement inquiry
- Funds transfer between checking and savings
- Loan payments from checking or savings
- Stop payments
- View check images
- Online Bill payment
- Download account information to Microsoft Money, Intuit QuickBooks, Intuit Quicken, or a CSV (comma separated file)
- Deluxe Online Check Ordering

Device Management - For optimum security, customers should routinely update their devices operating system and firmware. Customers should also only access trusted sites and download applications from only reputable sources. Additionally, if any device such as a phone, laptop, tablet, etc. is lost, customers should contact a representative at Texas Exchange Bank Immediately at 817-297-4331.

Online Banking and Cyber Security Brochure (gallery/61120.pdf)

Business Internet services:

- Online real-time balance inquiries
- Pending account transactions
- Account transfers
- Loan balance information
- Stop payments
- ACH debits or credits
- Domestic wire transfers
- Tax payments
- Online image items
- Online Bill payment
- Download account information to Microsoft Money, Intuit, QuickBooks, Intuit Quicken, or a CSV (comma separated file

Device Management - For optimum security, customers should routinely update their devices operating system and firmware. Customers should also only access trusted sites and download applications from only reputable sources. Additionally, if any device such as a phone, laptop, tablet, etc. is lost, customers should contact a representative at Texas Exchange Bank Immediately at 817-297-4331.

For additional information about Internet services contact a Texas Exchange Bank New Accounts representative.

DEBIT CARD

Our MasterCard® debit card goes beyond conventional checking.

With your card, every purchase is as simple as using a credit card

- Don't worry about getting your checks cashed out of town. Use your card anywhere MasterCard® is accepted
- Withdraw funds or make account transfers at ATMs worldwide*
- Go green and save green! Eliminate the need to purchase checks and reduce the use of paper
- You'll receive your account statement every month – and it will include the date, location and amount of each transaction you've made

Contact us today to apply!
*Some non-Texas Exchange Bank terminals charge an additional fee for using their machines.

ATM CARD

ATM cards are for customers having a personal checking or savings account and who are 18 years or older needing bank access after hours or while traveling.

- With linked accounts, customer may withdraw, transfer, and inquire of DDA & SAV balance at our bank ATMs
- 24-Hour ATM Cards can be used to receive cash at locations nationally & worldwide that display the Pulse logo*

Contact us today to apply!
*Some non-Texas Exchange Bank terminals charge an additional fee for using their machines.

To report a lost or stolen Debit or ATM card after bank operating hours, please call 1-800-472-3272.

VOICE RESPONSE BANKING(TELEBANC)

All you have to do is find a touchtone telephone and Texas Exchange Bank is right at your fingertips.

- Call Toll Free - 1-844-855-BANK (2265)
- Access your account information 24 hours a day
- Checking and Savings
- Transfer funds between accounts
- Verify deposits and withdrawals

Of course, for your protection, only your customized personal identification number (PIN), established during account opening, will gain you access to your account information. If you do not recall what your PIN, please contact us and we will be glad to help.

WIRE TRANSFERS

Wire transfers permit money to be transferred simply to different geographic locations, domestically as well as international.
A quicker and safer way to send money to another location rather than through the mail.
We will need to know the receiving bank's name, location, routing number, and the crediting account's name, physical address and account number (if applicable).
Please refer to Fee Schedule for applicable charges.

SAFE DEPOSIT BOXES

Safe Deposit Boxes are available at our Crowley location. Please contact them for box availability. Bank account required to rent a box. (Not a FDIC Insured product)

Annual Rentals:

3 x 6 x 22	$18.00
3 x 9 x 22	$27.00
5 x 9 x 22	$45.00
10 x 10 x 22	$100.00
Box Drilled	$135.00
Lost Key	$25.00

OTHER SERVICES AVAILABLE:

- **Money Orders**
- **Cashier's Checks**
- **Redemption of Savings Bonds**
- **Reorder Personal Checks -** Click on image below

(https://txexbank.com/)

FDIC-Insured - Backed by the full faith and credit of the U.S. Government

Online Banking

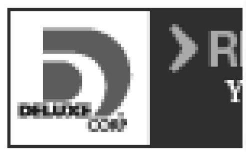
◉ **Personal** ○ **Business**

Log In
(https://web11.secureinternetbank.com/PBI_PBI1151/Login/111903232)

First Time User? (/firstTimeUser) Forgot Password (https://web11.secureinternetbank.com/pbi_pbi1151/ForgotPassword

PERSONAL CHECKING

Texas Exchange Bank offers a variety of checking account options to serve you. With FREE Internet Banking, FREE 24-Hour Voice Response Banking, a MasterCard® Debit Card and, Bill Pay – no matter where you are, you're Home.



(/speedbump?link=http://www.
url=www.txexbank.com&urltext

Protect your account by reading about scams targeting bank customers (gallery/30443.pdf)

INDIVIDUAL CHECKING ACCOUNT

Our most flexible checking account allows you unlimited check-writing privileges and only $200.00 is needed to open your account.

- Minimum Opening Balance - $200.00
- No service fee with minimum daily balance of $500.00; $7.50 charge will apply for the month, if minimum balance is not maintained
- Paper Statement Fee - $3.00 per month - waived if enrolled in eStatements
- Unlimited Check Writing
- FREE Texas Exchange Bank Online Banking
- FREE 24-Hour Voice Response Banking
- Online Bill Payment
- ATM/ MasterCard® Debit Card Available

SILVER STAR CHECKING ACCOUNT

The Silver Star is ideal for the person with low transaction volume and is looking for an account with a small minimum to open and no monthly charge.

- Minimum Opening Balance - $50.00
- No minimum daily balance requirement
- First 10 withdrawals free – $0.50 for each withdrawal over 10
- Paper Statement Fee - $3.00 per month - waived if enrolled in eStatements
- FREE Texas Exchange Bank Online Banking
- FREE 24-Hour Voice Response Banking
- Online Bill Payment
- ATM/ MasterCard® Debit Card Available

NOW ACCOUNT - INTEREST CHECKING

The best of both worlds – the Now Account provides the convenience of a checking account while earning interest like a savings account. Also, unlimited checks writing with no per check charges.

- Minimum Opening Balance - $1,500.00

- No service fee with minimum daily balance of $1,500.00; $10.00 charge will apply for the month, if minimum balance is not maintained
- Minimum daily balance to obtain the disclosed annual percentage yield - $1,500.00
- Paper Statement Fee - $3.00 per month - waived if enrolled in eStatements
- Unlimited Check Writing
- FREE Texas Exchange Bank Online Banking
- FREE 24-Hour Voice Response Banking
- Online Bill Payment
- ATM/ MasterCard® Debit Card Available

The interest rate and annual percentage yield may change, at our discretion, at anytime. Please see Rates tab, at left, for our current rate offerings.

TEEN CHECKING*

Our Teen Checking helps our younger customers learn early the importance of managing their funds. This account offers teens 13 to 18 years of age the opportunity to learn financial responsibility.

- Minimum Opening Balance - $50.00
- No monthly service fee
- ATM/Debit Card access only – No Initial Access Charge; usage fees may be charged by non-TEB ATM owner
- Paper Statement Fee - Waived if enrolled in eStatements; if not, $3.00 per month
- NO Check Writing allowed
- FREE Texas Exchange Bank Online Banking
- FREE 24-Hour Voice Response Banking

*Account must be opened jointly with parent or guardian as joint owner(s). Upon teen's 19th birthday account will convert to Individual Checking account unless we are otherwise notified. Proper identification of non-driving student required; please contact a New Accounts Representative for more information.

COLLEGE CHECKING**

The College Checking account was designed for our customers heading to or already in college, allowing them to meet their banking needs without the worry of a monthly service charge. Available to college students 17 to 23 years of age this account offers them an account that fits their budget.

- Minimum Opening Balance - $50.00
- No monthly service fee
- Unlimited Check Writing
- ATM/Debit Card – No Initial Access Charge and No monthly charge; usage fees may be charged by non-TEB ATM owner
- Paper Statement Fee - Waived if enrolled in eStatements; if not, $3.00 per month
- FREE Texas Exchange Bank Online Banking
- FREE 24-Hour Voice Response Banking

**Upon student's 24th birthday account will convert to Individual Checking account unless we are otherwise notified. College ID must be presented at account opening; please contact a New Accounts Representative for more information.

GOLD STAR CHECKING ACCOUNT

The Gold Star Checking Account was designed for our customers 55 and older, including exclusive savings privileges to make banking at Texas Exchange Bank easier and more affordable than ever.

- Minimum Opening Balance- $200.00
- No minimum daily balance requirement
- Monthly Image Statements - Paper Statement Fee waived
- Unlimited Check Writing
- FREE Texas Exchange Bank Online Banking
- FREE 24-Hour Voice Response Banking
- Online Bill Payment
- ATM/ MasterCard® Debit Card Available
- Discounted Gold Star Account Personalized Checks
- Discounted Official Checks
- Discounted Safe Deposit Boxes
- Limit one account per household

Refer to account terms and disclosures for further information and limitations ON ALL PERSONAL ACCOUNTS – please contact a New Accounts Representative for this document.

Federal Deposit Insurance Corporation (FDIC)

PERSONAL SAVINGS

Texas Exchange Bank offers a variety of savings account options. Enjoy convenient account access with FREE Online Banking and FREE 24-Hour Voice Response Banking. Our friendly New Account Representatives will assist you in selecting the best accounts to suit your needs.

STATEMENT SAVINGS

A convenient and accessible way to save money, our statement savings works well on its own or linked to your Texas Exchange Bank ATM card or MasterCard® Debit card*

- Minimum Opening Balance - $100.00
- No service fee with minimum daily balance of $100.00; $2.00 charge will apply for the month, if minimum balance is not maintained
- Maintain only $100.00 daily balance to earn interest
- One withdrawal per month, $3.00 for each withdrawal over one
- Interest earnings - Compounded quarterly and will be credited to your account quarterly
- FREE Online Banking
- FREE 24-Hour Voice Response Banking
- Quarterly Statements**

*MasterCard® Debit card available only when combined with an eligible Checking Account.
** Monthly with EFT activity

MONEY MARKET ACCOUNT

Our money market account provides a higher yield alternative to our savings account with the convenience of checks.

- Minimum opening balance - $2,500.00
- Maintain $2,500.00 daily balance to earn interest
- Interest earnings - Compounded monthly and will be credited to your account monthly
- No service fee with minimum daily balance of $2,500.00; $10.00 charge will apply for the month, if minimum balance is not maintained
- Withdrawals - Limited to six(6) withdrawals or transfers to another account of yours or to a third party by means of a preauthorized or automatic transfer or telephone order or instruction, or by check, draft, debit card, or similar order to a third party
- Six debit transactions allowed per month. Additional debits are $10.00 each
- FREE Online Banking
- FREE 24-Hour Voice Response Banking

PREMIUM MONEY MARKET

Your high yield money market account provides interest rate tiers, to maximize your return - the larger your balance, the higher the rate you receive on your funds.

- Minimum Opening Balance - $50,000.00
- Maintain $2,500.00 daily balance to earn interest
- Interest Earnings - Compounded monthly and will be credited to your account monthly
- No service fee with minimum daily balance of $50,000.00; $15.00 charge will apply for the month, if minimum balance is not maintained

- Withdrawals - Limited to six(6) withdrawals or transfers to another account of yours or to a third party by means of a preauthorized or automatic transfer or telephone order or instruction, or by check, draft, debit card, or similar order to a third party
- Six debit transactions allowed per month. Additional debits are $10.00 each
- FREE Online Banking
- FREE 24-Hour Voice Response Banking

CERTIFICATES OF DEPOSIT and IRA CERTIFICATES OF DEPOSIT

Your Texas Exchange Bank Certificate of Deposit offers a guaranteed, higher interest rate with terms from 30 days to 5 years, that can also be used for your IRA investment. The interest rate and annual percentage yield will not change for the term of the account.

- Competitive Interest Rates
- Minimum opening balance as low as $1,000.00, depending on term
- Terms from 30 days to 5 years
- Traditional and ROTH IRA plans available
- Choose the earnings distribution method that best suits your needs:
  - Add back to principal,
  - Earnings check, or
  - Direct deposit into your Texas Exchange Bank checking, savings or money market account.

INDIVIDUAL RETIREMENT SAVINGS ACCOUNTS

- Competitive Interest Rates
- Minimum opening balance as low as $500.00, depending on term
- 12 month term
- ROTH IRA accounts available
- No management fees
- Contributions may be tax-deductible (Check with your financial advisor)
- Allows deposits for as little as $25.00 per week

Penalty for Early Withdrawal on CD and IRA accounts may apply.

The interest rate and annual percentage yield may change, at our discretion, at anytime. Please see Rates tab, at left, for our current rate offerings.

Refer to account terms and disclosures for further information and limitations ON ALL PERSONAL ACCOUNTS – please contact a New Accounts Representative for this document.

Federal Deposit Insurance Corporation (FDIC)
To obtain information on deposit insurance coverage and the level of protection that the insurance affords, please refer to the website address provided below:
http://www.fdic.gov (/speedbump?link=http://www.fdic.gov/)

Texas Exchange Bank

(https://txexbank.com/)

FDIC-Insured - Backed by the full faith and credit of the U.S. Government

Unlawful Internet Gambling Notice:

Restricted transactions as defined in Federal Reserve Regulation GG are prohibited from being processed through any account or relationship with Texas Exchange Bank. Restricted transactions generally include, but are not limited to, those in which credit, electronic fund transfers, checks, or drafts are knowingly accepted by gambling businesses in connection with the participation by others in unlawful Internet gambling.

BUSINESS CHECKING

Texas Exchange Bank offers business checking packages – we have options available for Sole Proprietors and up to the more commercial enterprises!

DELUXE CORP (/speedbump?link=http://www.deluxe.com/ refCode=Ref1601005)

BUSINESS CHECKING ACCOUNT

Our low-fee, business checking account offers the convenience of a checking account with low minimum balance requirements.

- Minimum Opening Balance - $100.00
- No monthly service charge with minimum daily balance of $2,500.00; $12.00 charge will apply, if minimum balance is not maintained
- No per item charges up to 100 items; $0.30 charge per item over 100 - items include: deposited items, deposit slips, withdrawals, checks paid, electronic credits and debits
- Paper Statement Fee - $ 3.00 per month; waived if enrolled in eStatements
- ATM/MasterCard® Debit card - subject to proper authorizations
- FREE Online Banking
- FREE 24-Hour Voice Response Banking
- Monthly Imaged Statements

BUSINESS INTEREST CHECKING ACCOUNT*

Business Interest Checking offers the convenience of a checking account that earns interest* and has a low opening balance!

- Minimum Opening Balance - $100.00
- No monthly service charge with minimum daily balance of $10,000.00; $25.00 charge will apply, if minimum balance is not maintained
- No Minimum daily balance needed to obtain the disclosed annual percentage yield- two interest tiers available*
- No per item charges up to 250 items; $0.25 charge per item over 250 - items include: deposited items, deposit slips, withdrawals, checks paid, electronic credits and debits
- Paper Statement Fee - $ 3.00 per month; waived if enrolled in eStatements
- ATM/MasterCard® Debit card - subject to proper authorizations
- FREE Online Banking

- FREE 24-Hour Voice Response Banking
- Monthly Imaged Statements

*The interest rate and annual percentage yield may change, at our discretion, at anytime. Please see Rates tab, at left, for our current rate offerings.

Please refer to the account terms and disclosures for further information and limitations **ON ALL BUSINESS ACCOUNTS –** please contact a New Accounts Representative for this document.

Federal Deposit Insurance Corporation (FDIC)

To obtain more information about insurance coverage and the level of protection that the insurance affords, please refer to the website address provided below:
http://www.fdic.gov (/speedbump?link=http://www.fdic.gov/)

BUSINESS SAVINGS

BUSINESS STATEMENT SAVINGS ACCOUNT

A convenient and accessible way to save money, you may use statement savings on its own, linked to your Texas Exchange Bank ATM card or MasterCard® Debit card*! It is ideal for low transaction volume businesses.

- Minimum Opening Balance - $100.00
- No service fee with minimum daily balance of $100.00; $2.00 charge will apply for the month, if minimum balance is not maintained
- Maintain only $100.00 daily balance to earn interest
- One withdrawal per month; $3.00 for each withdrawal over one
- Interest earnings - Compounded quarterly and will be credited to your account quarterly
- FREE Online Banking
- FREE 24-Hour Voice Response Banking
- Quarterly Statements**

*MasterCard® Debit card available only when combined with an eligible Checking Account, and subject to proper authorizations.
** Monthly with EFT activity

BUSINESS MONEY MARKET ACCOUNT

Earn a money market rate on your account balances and enjoy the convenience of easy access to your account with our Business Money Market Account.

- Minimum opening balance - $2,500.00
- Maintain $2,500.00 daily balance to earn interest
- Interest earnings - Compounded monthly and will be credited to your account monthly
- No service fee with minimum daily balance of $2,500.00; $10.00 charge will apply for the month, if minimum balance is not maintained
- Withdrawals - Limited to six(6) withdrawals or transfers to another account of yours or to a third party by means of a preauthorized or automatic transfer or telephone order or instruction, or by check, draft, debit card, or similar order to a third party
- Six debit transactions allowed per month. Additional debits are $10.00 each
- FREE Online Banking
- FREE 24-Hour Voice Response Banking

BUSINESS PREMIUM MONEY MARKET ACCOUNT

Our high yield money market account provides interest rate tiers, to maximize your return - the larger your balance, the higher the rate you receive on your funds.

- Minimum Opening Balance - $50,000.00
- Maintain $2,500.00 daily balance to earn interest
- Interest Earnings - Compounded monthly and will be credited to your account monthly
- No service fee with minimum daily balance of $50,000.00; $15.00 charge will apply for the month, if minimum balance is not maintained
- Withdrawals - Limited to six(6) withdrawals or transfers to another account of yours or to a third party by means of a preauthorized or automatic transfer or telephone order or instruction, or by check, draft, debit card, or similar order to a third party
- Six debit transactions allowed per month. Additional debits are $10.00 each

- FREE Online Banking
- FREE 24-Hour Voice Response Banking

BUSINESS CERTIFICATES OF DEPOSIT

Texas Exchange Bank's Certificate of Deposits offer a guaranteed, higher interest rate with terms from 30 days to 5 years. The interest rate and annual percentage yield will not change for the term of the account.

- Competitive Interest Rates
- Minimum opening balance as low as $1,000.00, depending on term
- Terms from 30 days to 5 years
- Choose the earnings distribution method that best suits your needs:
  - Add back to principal,
  - Earnings check, or
  - Direct deposit into your Texas Exchange Bank checking, savings or money market account.

Penalty for Early Withdrawal may apply.

The interest rate and annual percentage yield may change, at our discretion, at anytime.
Please see Rates tab, at left, for our current rate offerings.

Refer to account terms and disclosures for further information and limitations ON ALL BUSINESS ACCOUNTS - please contact a New Accounts Representative for this document.

Federal Deposit Insurance Corporation (FDIC)
To obtain more information on deposit insurance coverage and the level of protection that the insurance affords, please refer to the website address provided below:
http://www.fdic.gov (/speedbump?link=http://www.fdic.gov/)

LOANS

Texas Exchange Bank offers Business loans designed to meet your business needs. We strive to maintain the best possible rates and payment choices while providing a variety of terms and options. As we continue to grow in the Fort Worth and Dallas markets we are actively cultivating long term banking relationships.

BUSINESS LOANS

At Texas Exchange Bank we understand the numbers and regulatory issues. We recognize that time is a critical commodity so we put years of experience to work for you. Our business and commercial loans have flexible rates and terms that are tailored to the exact needs of our customers. We are here to help.

We offer loans to our Business Customers for:

- Commercial Real Estate (Owner-occupied and Investor);
- Machinery and Equipment;
- Accounts Receivable and Inventory; and
- Other business needs

For more information regarding rates and terms, please contact one of our Business Loan Officers at the location nearest you:

Crowley (817) 297-4331 Fort Worth (817) 207-0030

S.A.F.E Act Notice of Availability

Texas Exchange Bank follows the standards for licensing and registration established by the Secure and Fair Enforcement for Mortgage Licensing Act of 2008 (S.A.F.E. Act). To obtain information on employees who originate residential mortgage loans and are registered with the Nationwide Mortgage Licensing System and Registry, please contact the Nationwide Mortgage Licensing System & Registry Consumer Access Center at:

Nationwide Mortgage Licensing System & Registry Consumer Access Site

www.nmlsconsumeraccess.org (/speedbump?link=http://www.nmlsconsumeraccess.org/)

Gil Libling - NMLS# 1896204 Texas Exchange Bank - NMLS# 469471

Schedule of Fees

Account Research	$35.00 per hour
Plus copies	$1.00 each
Account balancing assistance	$35.00 per hour
Paper Statement Fee - waived if enrolled in eStatements	$3.00 monthly
Statement Copies	$3.00 each
Duplicate Annual Interest Statement	$5.00
Photocopies	$1.00 each
Account closed within 90 days of opening	$15.00

IRA Documentation Fee if closed before one year	$37.00
Hold Statements	$1.00 per month
Stop Payments - ACH and Checks	$25.00
Non-sufficient Funds Fee – Item Returned	No charge
Non-sufficient Funds Fee – Item Paid	No charge
Overdraft Fee – Item Returned	No charge
Overdraft Fee – Item Paid	No charge
Deposited items returned unpaid	No charge
Currency Purchased	$0.45 per package
Rolled Coin Purchased	$0.15 per roll
ATM / Debit Card Replacement	$5.00

See limitations on the ATM and Debit cards in disclosure provided to you at account opening

Texas Exchange Bank Bill Payment	No monthly charge
Collection Services:	
Outgoing Items	$15.00
Incoming Items	$10.00

Bank Draft	$20.00
Wire Transfers:	
Domestic outgoing	$20.00
Domestic incoming	$10.00
Foreign outgoing	$60.00
Foreign incoming	$10.00
Balance inquiry by phone at bank - 1 free per week	$3.00
Telephone Transfer - between accounts	$1.50 per transfer
Automatic Transfer Fee - between accounts	$5.00 per occurrence
Cashier's Checks	$4.00
Personal Money Orders	$3.00
Temporary checks - 5	$3.00
Lock Bag	$17.50
Garnishments	$75.00
Levies	$75.00
Safe Deposit Box Rent - Annually:	
3 x 6 x 22	$18.00

3 x 9 x 22	$27.00
5 x 9 x 22	$45.00
10 x 10 x 22	$100.00
Safe Deposit Box Drilled	$135.00

Check printing prices vary depending on style selected

Safe Deposit Box Lost Key	$25.00

There might be additional charges for services provided that are not shown on this fee schedule. Please note that we reserve the right to change our fees and will provide advance notice to you should our fees or terms vary from the information described above.

STATEMENT OF CRA RELATED COMPLAINTS

The bank has not received to date any complaints that were related to the bank's CRA performance and responsibilities.

Casey Sullivan, CRA Officer

Date: 07/01/2026

STATEMENT OF CRA RELATED COMPLAINTS

The bank has not received to date any complaints that were related to the bank's CRA performance and responsibilities.

Gil Libling
Gil Libling (Apr 2, 2026 11:52:20 CDT)
____

Gil Libling, CRA Officer

Date: 04/02/2026

STATEMENT OF CRA RELATED COMPLAINTS

The bank has not received to date any complaints that were related to the bank's CRA performance and responsibilities.

Gil Libling

Gil Libling (Jan 6, 2026 09:06:20 CST)

Gil Libling, CRA Officer

Date: 01/06/2026

STATEMENT OF CRA RELATED COMPLAINTS

The bank has not received to date any complaints that were related to the bank's CRA performance and responsibilities.

Gil Libling

Gil Libling (Oct 14, 2025 11:14:55 CDT)

____

Gil Libling, CRA Officer

Date: 10/13/2025

STATEMENT OF CRA RELATED COMPLAINTS

The bank has not received to date any complaints that were related to the bank's CRA performance and responsibilities.

Gil Libling
Gil Libling (Jul 1, 2025 11:37 CDT)
____

Gil Libling, CRA Officer

Date: 7/1/2025

STATEMENT OF CRA RELATED COMPLAINTS

The bank has not received to date any complaints that were related to the bank's CRA performance and responsibilities.

Gil Libling (Apr 10, 2025 09:30 HST)
____

Gil Libling, CRA Officer

Date: 4/10/2025

STATEMENT OF CRA RELATED COMPLAINTS

The bank has not received to date any complaints that were related to the bank's CRA performance and responsibilities.

Gil Libling (Jan 4, 2025 18:49 MST)

Gil Libling, CRA Officer

Date: 01/02/2025

STATEMENT OF CRA RELATED COMPLAINTS

The bank has not received to date any complaints that were related to the bank's CRA performance and responsibilities.

Gil Libling (Oct 16, 2024 08:52 HST)

Gil Libling, CRA Officer

Date: 10/15/2024

STATEMENT OF CRA RELATED COMPLAINTS

The bank has not received to date any complaints that were related to the bank's CRA performance and responsibilities.

____

Gil Libling, CRA Officer

Date: 03/31/2024

Texas Exchange Bank

Texas Exchange Bank does not have any consumer loans and refrains from engaging in consumer related activity as a designated wholesale bank.

817-207-0030 | Fax 817-207-0684 | 301 Commerce Street, Suite 2901 | Fort Worth, Texas 76102
www.txexbank.com

Texas Exchange Bank

Texas Exchange Bank is below the HMDA reporting threshold and therefore does not report HMDA.