TIB-The Independent BankersBank

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BHC Name: Independent Bankers Financial Corp
BHC State: TX

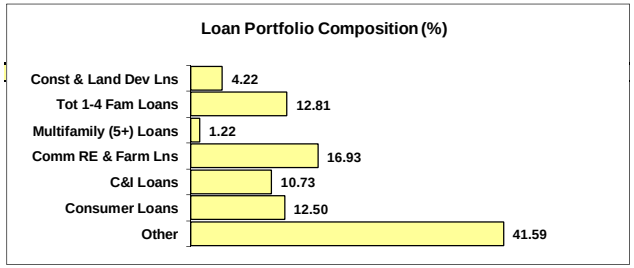
Primary Regulator: FRB
Public Enforcement Action: No

Government Programs	Bank	BHC
TARP Status	No	No
Amount TARP Received	NA	NA
TAG Expiration	12/31/2012	12/31/2012

Correspondent Banking Risk Policy Compliance

CORRESPONDENT BANKING RISK POLICY

	TIB	LIMIT	RESULT
PRIMARY ASSESSMENT RATIOS			
Tier 1 Leverage	8.3%	5.0%	**Pass**
Tier 1 Risk-Based Capital	21.8%	6.0%	**Pass**
Total Risk-Based Cap	23.0%	10.0%	**Pass**
SECONDARY ASSESSMENT RATIOS			
Texas Ratio	5.3%	90.0%	**Pass**
ALLL/Loans	2.5%	1.0%	**Pass**
ROAA	0.8%	0.0%	**Pass**



CRE Portfolio ($) and Limits	12/31/2012	12/31/2011	12/31/2010	12/31/2009	12/31/2008
1-4 Fam Const Lns	2,184	1,174	1,201	7,634	9,902
Other Const & Dev Lns	26,089	17,913	30,567	65,751	96,393
Multifamily (5+) Const Lns	8,178	8,014	6,061	3,332	4,254
NFNR Loans Other	79,302	82,014	106,724	118,563	98,716
CRE fincd not secured RE	0	0	0	0	0
Total CRE	115,753	109,115	144,553	195,280	209,265
Risk Based Capital	221,281	203,714	195,241	183,415	152,823
Tot Const&Dev/RBC (<100%)	12.78	9.37	16.27	40.01	69.55
Tot CRE/RBC (<300%)	52.31	53.56	74.04	106.47	136.93

Deposit Composition					
Reciprocal Deposits $	0	0	0	0	NA
Brokered Deposits $	262,313	262,469	261,509	261,840	0

Financial Highlights (%)	12/31/2012	12/31/2011	12/31/2010	12/31/2009	12/31/2008
ROAA	0.82	0.67	0.58	0.49	0.90
ROAE	10.26	8.51	7.29	7.73	12.45
Net Interest Margin (FTE)	1.37	1.51	1.87	1.97	2.23
Efficiency Ratio (FTE)	75.20	79.93	76.44	74.43	72.89
Provision/AA	0.12	0.11	0.60	0.54	0.53
Interest Income/ AA	1.87	2.08	2.53	2.66	3.90
Interest Expense/ AA	0.69	0.83	0.98	0.99	2.04
Net Interest Income/AA	1.18	1.25	1.54	1.67	1.86
Non Interest Income/AA	4.13	3.93	4.34	3.56	5.30
Non Interest Expense/ AA	4.09	4.29	4.71	4.10	5.45
Balance Sheet Ratios (%)					
Equity Cap/ Total Assets	8.32	7.57	8.17	9.16	6.75
Tangible Equity/Tangible Assets	8.04	7.41	7.96	8.86	6.37
Total Securities/Assets	25.89	16.02	15.08	21.26	30.54
Cash & Cash Equiv/Assets	44.23	54.61	49.69	31.57	21.09
Loans/Deposits	34.99	37.19	50.85	94.08	NM
Loans/ Assets	25.87	26.12	31.80	42.22	42.81
Goodwill & Other Intang/Assets	0.31	0.18	0.23	0.33	0.41
Deposit/ Liabilities	80.65	76.00	68.10	49.41	14.20
Pledged Secs/Secs	76.36	66.18	81.39	97.38	62.50
Growth Rates (%)					
Asset Growth Rate	3.18	9.71	14.98	-2.63	9.75
Loan Growth Rate	2.18	-9.87	-13.40	-3.96	10.95
Deposit Growth Rate	8.61	23.23	60.21	230.11	-34.98
Regulatory Capital (%)					
Tier 1 Leverage Ratio	8.32	7.35	7.57	6.62	6.18
Tier 1 Risk Based Ratio	21.75	21.68	19.24	15.02	10.84
Total Risk Based Capital Ratio	23.01	22.94	20.51	16.28	11.85
Asset Quality (%)					
Texas Ratio	5.27	8.35	8.99	8.88	5.95
NPAs/Total Assets	0.45	0.65	0.77	0.79	0.37
NPAs+(Lns 90+PD)/Tot Assets	0.46	0.68	0.80	0.87	0.42
NPAs/Loans + Frclsd RE	1.72	2.48	2.43	1.86	0.86
NCOs/Avg Loans	0.58	1.26	1.40	0.92	0.85
ALLL/Loans	2.53	2.67	3.11	2.35	1.50
Reserves/NPAs	146.99	106.92	128.04	126.53	174.69
LLP/NCOs	84.77	33.24	126.44	182.27	150.07
Lns 90+ Days Past Due/Tot Lns	0.04	0.09	0.09	0.20	0.12
Nonaccrual Loans/Total Loans	0.81	1.81	2.38	1.52	0.85
Total Noncurrent Loans/ Loans	0.85	1.90	2.48	1.72	0.97
NPLs/Tot Lns	1.31	1.87	2.38	1.62	0.85
NPAs/Tot Lns	1.72	2.50	2.43	1.86	0.86
Reserves/ NPAs + Lns 90 PD	143.61	103.25	123.23	113.99	153.92
Yield / Cost Detail (%)					
Yield on Earning Assets	1.95	2.22	2.68	2.79	4.17
Cost of Int Bearing Deposits	0.83	0.96	1.10	0.43	3.19
Cost of Borrowings	1.99	2.11	2.32	1.44	2.57
Cost of Interest Bearing Liab	1.19	1.41	1.73	1.40	2.61
Cost of Funds	0.77	0.94	1.13	1.07	2.22
Yield/ Cost Spread	0.76	0.81	0.95	1.39	1.56

Balance Sheet ($000)	12/31/2012	12/31/2011	12/31/2010	12/31/2009	12/31/2008
Cash & Equivalents	1,144,244	1,369,361	1,135,643	627,593	430,600
Total Securities	669,796	401,797	344,589	422,541	623,421
Total Cash & Secs	1,814,040	1,771,158	1,480,232	1,050,134	1,054,021
Total Lns & Leases	669,357	655,062	726,805	839,293	873,923
Total Reserves	16,958	17,490	22,633	19,764	13,074
Net Lns & Leases	652,399	637,572	704,172	819,529	860,849
Other Real Estate Owned	2,735	4,108	364	1,983	30
Goodwill & Other Intang	7,895	4,486	5,148	6,607	8,303
Total Assets	2,587,134	2,507,508	2,285,632	1,987,814	2,041,440
Total Deposits	1,912,922	1,761,313	1,429,281	892,118	270,247
FFunds Purch & Repos	325,836	303,262	435,594	680,200	1,379,161
Commercial Paper	NA	NA	NA	NA	NA
FHLB Advances	100,000	200,000	200,000	200,000	200,000
Other Borrowings	0	3,366	1,000	192	5,800
Total Other Borrowings	100,000	203,366	201,000	200,192	205,800
Total Liabilities	2,371,940	2,317,650	2,098,890	1,805,667	1,903,544
Total Equity Cap	215,194	189,858	186,742	182,147	137,896
Tier 1 Capital	209,198	192,532	183,207	169,258	139,749
Income Statement ($000)					
Int Inc: Total	47,677	51,356	58,180	71,186	73,135
Int Exp: Total	17,598	20,587	22,665	26,412	38,285
Net Int Inc Before Loss Prov	30,079	30,769	35,515	44,774	34,850
Total Prov for Losses	2,962	2,719	13,720	14,481	9,951
Net Int Inc after Prov	27,117	28,050	21,795	30,293	24,899
Noninterest Income ($000)					
Nonint Inc: Fiduciary Activities	0	0	0	0	0
Nonint Inc: Svc Chgs on Dep Acct	0	6	129	47	225
Nonint Inc: Trading Revenue	0	0	0	0	0
Nonint Inc: Oth Svc Chgs & NII	105,247	96,983	99,863	95,209	99,202
Nonint Inc: Fees & Oth Charges	NA	NA	NA	NA	NA
Nonint Inc: Other	NA	NA	NA	NA	NA
Nonint Inc: Total	105,247	96,989	99,992	95,256	99,427
Noninterest Expense ($000)					
Nonint Exp: Gen & Admin	39,685	38,944	39,597	41,684	37,893
Nonint Exp: Amort of Intang	213	563	895	1,248	1,248
Nonint Exp: Other	64,531	66,407	67,816	66,627	63,042
Nonint Exp: Total	104,429	105,914	108,308	109,559	102,183
Gain (Loss) on Sale of Secs	1,036	1,381	2,747	0	409
Gain (Loss) on Other Assets	NA	NA	NA	NA	NA
Net Income ($000)					
Net Income before Tax/Adjust	28,971	20,506	16,226	15,990	22,552
Income Tax	8,044	4,092	2,836	2,973	5,663
Minority Interest	NA	NA	NA	NA	NA
Net Income before Extra Items	20,927	16,414	13,390	13,017	16,889
Extraordinary Items	0	0	0	0	0
Net Income	20,927	16,414	13,390	13,017	16,889

Financial Source: SNL Financial