TIB-The Independent BankersBank

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BHC Name: Independent Bankers Financial Corp
BHC State: TX

Primary Regulator: FRB
Public Enforcement Action: No

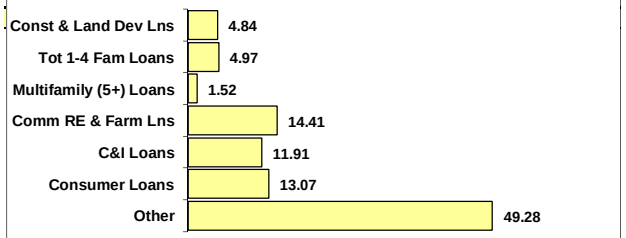
Government Programs	Bank	BHC
TARP Status	No	No
Amount TARP Received	NA	NA
TAG Expiration	12/31/2012	12/31/2012

Correspondent Banking Risk Policy Compliance

CORRESPONDENT BANKING RISK POLICY

	TIB	LIMIT	RESULT
PRIMARY ASSESSMENT RATIOS			
Tier 1 Leverage	10.0%	5.0%	**Pass**
Tier 1 Risk-Based Capital	22.9%	6.0%	**Pass**
Total Risk-Based Cap	24.1%	10.0%	**Pass**
SECONDARY ASSESSMENT RATIOS			
Texas Ratio	3.7%	90.0%	**Pass**
ALLL/Loans	2.6%	1.0%	**Pass**
ROAA	0.9%	0.0%	**Pass**

Loan Portfolio Composition (%)



CRE Portfolio ($) and Limits	12/31/2013	12/31/2012	12/31/2011	12/31/2010
1-4 Fam Const Lns	1,964	2,184	1,174	1,201
Other Const & Dev Lns	30,220	26,089	17,913	30,567
Multifamily (5+) Const Lns	10,104	8,178	8,014	6,061
NFNR Loans Other	59,747	79,302	82,014	106,724
CRE fincd not secured RE	0	0	0	0
Total CRE	102,035	115,753	109,115	144,553
Risk Based Capital	229,675	221,281	203,714	195,241
Tot Const&Dev/RBC (<100%)	14.01	12.78	9.37	16.27
Tot CRE/RBC (<300%)	44.43	52.31	53.56	74.04

Deposit Composition				
Reciprocal Deposits $	0	0	0	0
Brokered Deposits $	305,020	262,313	262,469	261,509

Financial Highlights (%)	12/31/2013	12/31/2012	12/31/2011	12/31/2010
ROAA	0.90	0.82	0.67	0.58
ROAE	9.44	10.26	8.51	7.29
Net Interest Margin (FTE)	1.52	1.37	1.51	1.87
Efficiency Ratio (FTE)	77.13	75.20	79.93	76.44
Provision/AA	0.08	0.12	0.11	0.60
Interest Income/ AA	1.92	1.87	2.08	2.53
Interest Expense/ AA	0.61	0.69	0.83	0.98
Net Interest Income/AA	1.31	1.18	1.25	1.54
Non Interest Income/AA	4.58	4.13	3.93	4.34
Non Interest Expense/ AA	4.68	4.09	4.29	4.71
Balance Sheet Ratios (%)				
Equity Cap/ Total Assets	9.74	8.32	7.57	8.17
Tangible Equity/Tangible Assets	9.47	8.04	7.41	7.96
Total Securities/Assets	24.01	25.89	16.02	15.08
Cash & Cash Equiv/Assets	40.62	44.23	54.61	49.69
Loans/Deposits	38.31	34.99	37.19	50.85
Loans/ Assets	30.44	25.87	26.12	31.80
Goodwill & Other Intang/Assets	0.30	0.31	0.18	0.23
Deposit/ Liabilities	88.04	80.65	76.00	68.10
Pledged Secs/Secs	68.31	76.36	66.18	81.39
Growth Rates (%)				
Asset Growth Rate	-15.57	3.18	9.71	14.98
Loan Growth Rate	-0.65	2.18	-9.87	-13.40
Deposit Growth Rate	-9.25	8.61	23.23	60.21
Regulatory Capital (%)				
Tier 1 Leverage Ratio	9.95	8.32	7.35	7.57
Tier 1 Risk Based Ratio	22.88	21.75	21.68	19.24
Total Risk Based Capital Ratio	24.13	23.01	22.94	20.51
Asset Quality (%)				
Texas Ratio	3.71	5.27	8.35	8.99
NPAs/Total Assets	0.37	0.45	0.65	0.77
NPAs+(Lns 90+PD)/Tot Assets	0.38	0.46	0.68	0.80
NPAs/Loans + Frclsd RE	1.20	1.72	2.48	2.43
NCOs/Avg Loans	0.27	0.58	1.26	1.40
ALLL/Loans	2.57	2.53	2.67	3.11
Reserves/NPAs	213.35	146.99	106.92	128.04
LLP/NCOs	106.84	84.77	33.24	126.44
Lns 90+ Days Past Due/Tot Lns	0.04	0.04	0.09	0.09
Nonaccrual Loans/Total Loans	0.64	0.81	1.81	2.38
Total Noncurrent Loans/ Loans	0.68	0.85	1.90	2.48
NPLs/Tot Lns	1.10	1.31	1.87	2.38
NPAs/Tot Lns	1.20	1.72	2.50	2.43
Reserves/ NPAs + Lns 90 PD	206.13	143.61	103.25	123.23
Yield / Cost Detail (%)				
Yield on Earning Assets	2.04	1.95	2.22	2.68
Cost of Int Bearing Deposits	0.83	0.83	0.96	1.10
Cost of Borrowings	1.66	1.99	2.11	2.32
Cost of Interest Bearing Liab	1.02	1.19	1.41	1.73
Cost of Funds	0.69	0.77	0.94	1.13
Yield/ Cost Spread	1.03	0.76	0.81	0.95

Balance Sheet ($000)	12/31/2013	12/31/2012	12/31/2011	12/31/2010
Cash & Equivalents	887,352	1,144,244	1,369,361	1,135,643
Total Securities	524,470	669,796	401,797	344,589
Total Cash & Secs	1,411,822	1,814,040	1,771,158	1,480,232
Total Lns & Leases	664,996	669,357	655,062	726,805
Total Reserves	17,070	16,958	17,490	22,633
Net Lns & Leases	647,926	652,399	637,572	704,172
Other Real Estate Owned	708	2,735	4,108	364
Goodwill & Other Intang	6,466	7,895	4,486	5,148
Total Assets	2,184,373	2,587,134	2,507,508	2,285,632
Total Deposits	1,735,903	1,912,922	1,761,313	1,429,281
FFunds Purch & Repos	210,432	325,836	303,262	435,594
Commercial Paper	NA	NA	NA	NA
FHLB Advances	0	100,000	200,000	200,000
Other Borrowings	0	0	3,366	1,000
Total Other Borrowings	0	100,000	203,366	201,000
Total Liabilities	1,971,670	2,371,940	2,317,650	2,098,890
Total Equity Cap	212,703	215,194	189,858	186,742
Tier 1 Capital	217,715	209,198	192,532	183,207
Income Statement ($000)				
Int Inc: Total	42,994	47,677	51,356	58,180
Int Exp: Total	13,624	17,598	20,587	22,665
Net Int Inc Before Loss Prov	29,370	30,079	30,769	35,515
Total Prov for Losses	1,750	2,962	2,719	13,720
Net Int Inc after Prov	27,620	27,117	28,050	21,795
Noninterest Income ($000)				
Nonint Inc: Fiduciary Activities	0	0	0	0
Nonint Inc: Svc Chgs on Dep Acct	0	0	6	129
Nonint Inc: Trading Revenue	0	0	0	0
Nonint Inc: Oth Svc Chgs & NII	102,689	105,247	96,983	99,863
Nonint Inc: Fees & Oth Charges	13,098	14,553	14,165	13,084
Nonint Inc: Other	89,591	90,694	82,818	86,779
Nonint Inc: Total	102,689	105,247	96,989	99,992
Noninterest Expense ($000)				
Nonint Exp: Gen & Admin	40,472	39,685	38,944	39,597
Nonint Exp: Amort of Intang	953	213	563	895
Nonint Exp: Other	63,424	64,531	66,407	67,816
Nonint Exp: Total	104,849	104,429	105,914	108,308
Gain (Loss) on Sale of Secs	2,723	1,036	1,381	2,747
Gain (Loss) on Other Assets	12	10	149	132
Net Income ($000)				
Net Income before Tax/Adjust	28,183	28,971	20,506	16,226
Income Tax	8,113	8,044	4,092	2,836
Minority Interest	NA	NA	NA	NA
Net Income before Extra Items	20,070	20,927	16,414	13,390
Extraordinary Items	0	0	0	0
Net Income	20,070	20,927	16,414	13,390

Financial Source: SNL Financial