



SMALL BANK

Comptroller of the Currency
Administrator of National Banks
Washington, DC 20219

PUBLIC DISCLOSURE

March 15, 2007

COMMUNITY REINVESTMENT ACT PERFORMANCE EVALUATION

**AB & T National Bank
Charter Number 24515**

**1479 West Main Street
Dothan, AL 36867**

**Comptroller of the Currency
Georgia (Atlanta) Field Office
3 Ravinia Drive Suite 550
Atlanta, GA 30346**

NOTE: This document is an evaluation of this institution's record of meeting the credit needs of its entire community, including low- and moderate-income neighborhoods consistent with safe and sound operation of the institution. This evaluation is not, nor should it be construed as, an assessment of the financial condition of this institution. The rating assigned to this institution does not represent an analysis, conclusion, or opinion of the federal financial supervisory agency concerning the safety and soundness of this financial institution.

INSTITUTION'S CRA RATING: This institution is rated Satisfactory.

We assigned the rating based on the following supporting information:

- The loan-to-deposit ratio is reasonable and in-line with performance of peer banks.
- A substantial majority of the bank's loans are originated within the assessment areas.
- Lending among individuals of different income levels and businesses of different sizes reflects good penetration.
- The geographic distribution of loans reflects reasonable dispersion throughout the bank's assessment areas.
- No public complaints related to CRA have been filed since the last CRA examination.

DESCRIPTION OF INSTITUTION

AB&T National Bank (AB&T), formerly First Bank of Dothan, Inc., is a community bank located in Dothan, Alabama. First Bank of Dothan was acquired on November 13, 2003 by Community Capital Bancshares, Inc., a public company headquartered in Albany, Georgia. On September 13, 2004, the two-bank parent company changed the bank's name to AB&T and converted its charter from an Alabama state bank to a national bank. This CRA assessment is the first performance evaluation issued since the bank's conversion to a national charter. The last CRA performance evaluation issued by the FDIC on October 14, 2003 resulted in a "satisfactory" rating. Community Capital Bancshares also owns and operates Albany Bank & Trust, N. A., an affiliate bank separately evaluated for CRA purposes.

AB&T operates its main office in Dothan and one full-service branch, First National Bank of Lee County, in Auburn, Alabama. Each branch has a depository ATM. Since the last CRA examination, the bank added the Auburn branch and did not close any branches. There are no legal or financial impediments to AB&T's ability to meet the credit needs of its assessment areas.

The bank offers a variety of traditional deposit and loan products. At December 2006, assets totaled \$95 million, of which net loans comprised 74 percent. The following table reflects the composition of AB&T's loan portfolio as of December 31, 2006.

* Data obtained from Call report

Loan Category	\$ (000)	%
Commercial Real Estate Loans	63,840	80
Commercial Industrial Loans	8,547	11
Residential Real Estate Loans	5,254	7
Consumer Loans	1,971	2
Total	79,612	100

We used consumer loans as the secondary loan type instead of commercial industrial or residential because the number of consumer loans totaled 37 percent of the 736 loans made.

DESCRIPTION OF HOUSTON AND LEE COUNTIES

AB&T has two designated assessment areas (AA): Houston and Lee Counties in Alabama. The AAs meet the legal requirements of the regulation and do not arbitrarily exclude any low- or moderate-income geographies.

Houston County

Houston County, the youngest county in Alabama, is located in the southeast corner of the state in the Dothan Metropolitan Statistical Area (MSA.) The area is bordered by Georgia on the east and Florida on the south. Dothan is the county seat. Unemployment for the MSA averaged 2.8 percent as of December 2006, compared to the state average of 3.6 percent. The area’s top industries are healthcare, agriculture, and retail services. Southeast Alabama Medical Center and Flowers Hospital are the largest employers, ranking Dothan’s healthcare system among the highest rated and most affordable. Agriculture is centered in peanut crops with Dothan hosting the National Peanut Festival each fall. Approximately half of all peanuts produced in the country are grown within a 100-mile radius of Dothan. Movie Gallery, the second largest video rental chain in the United States, also maintains its headquarters there. Competition in the assessment area is strong consisting of large, regional, and community bank branches. The following table includes general demographic data describing the assessment area.

DEMOGRAPHIC AND ECONOMIC CHARACTERISTICS OF HOUSTON COUNTY AA IN DOTHAN	
Population	
Number of Families	25,286
Number of Households	35,861
Geographies	
Number of Census Tracts/BNA	21
% Low-Income Census Tracts/BNA	5%
% Moderate-Income Census Tracts/BNA	19%
% Middle-Income Census Tracts/BNA	52%
% Upper-Income Census Tracts/BNA	24%
<i>Median Family Income (MFI)</i>	
2000 MFI for AA	44,529
2006 HUD-Adjusted MFI	49,100
Economic Indicators	
Unemployment Rate	2.8%
2000 Median Housing Value	77,334
% of Households Below Poverty Level	16%

Source: 2000 U.S. Census, 2006 Bureau of Labor Statistics Unemployment Rate, and 2006 HUD updated MFI.

Lee County

The fourth fastest growing county in Alabama, Lee County is located in the Auburn-Opelika Metropolitan Statistical Area. Opelika, the county seat, lies approximately 100 miles southeast of Birmingham (the largest city in Alabama), 60 miles northeast of Montgomery (the Alabama state capitol), 100 miles southwest of Atlanta, Georgia, and 30 miles northwest of Columbus, Georgia. As a result, the county is well connected with transportation. Three major state highways and three major federal highways traverse the county and provide access to outlying areas. Education is considered the number one industry. The Lee County, Auburn City, and Opelika City school systems are ranked among the best in Alabama and the Southeast. Lee County is the home of Auburn University, the largest institution of higher education in Alabama with just over 23,000 students. The University is the largest employer in the county with over 5,200 employees. Healthcare is also well represented in the area. East Alabama Medical Center, a public, non-profit 350-bed regional referral facility in Opelika, is the second largest employer. Unemployment averaged 2.8 percent as of December 2006. The following table includes general demographic data describing the assessment area.

DEMOGRAPHIC AND ECONOMIC CHARACTERISTICS OF LEE COUNTY AA IN AUBURN	
Population	
Number of Families	27,613
Number of Households	45,751
Geographies	
Number of Census Tracts/BNA	21
% Low-Income Census Tracts/BNA	14%
% Moderate-Income Census Tracts/BNA	19%
% Middle-Income Census Tracts/BNA	48%
% Upper-Income Census Tracts/BNA	19%
<i>Median Family Income (MFI)</i>	
2000 MFI for AA	46,753
2006 HUD-Adjusted MFI	57,600
Economic Indicators	
Unemployment Rate	2.8%
2000 Median Housing Value	87,285
% of Households Below Poverty Level	25%

Source: 2000 U.S. Census, 2006 Bureau of Labor Statistics Unemployment Rate, and 2006 HUD updated MFI.

Community Contact

We conducted one community contact that identified a significant credit need in this market for affordable housing. They stated; however, that poor credit history is the biggest impediment to having more individuals in affordable housing. Other unmet credit needs include community facilities such as health care clinics, community centers, and group homes.

CONCLUSIONS ABOUT PERFORMANCE CRITERIA

Lending performance was assessed based on the bank's primary loan products consisting of commercial real estate and consumer lending. A sample of these loan types were generated from loans originated between 2005 and 2006 to complete this analysis.

Loan-to-Deposit Ratio

The loan-to-deposit ratio (LTD) is reasonable and meets the standards for satisfactory performance. Since September 30, 2003, the bank's quarterly LTD ratio averaged 79 percent as compared to peer averages of 79 percent for the same period. The peer group represents four banking institutions in the assessment area with average assets of \$158 million.

Lending in Assessment Area

Lending in the AA exceeds the standard for satisfactory performance. A significant majority of consumer and commercial loans are made within the bank's AAs.

LENDING IN THE ASSESSMENT AREA								
LOAN TYPE	IN ASSESSMENT AREA				OUT OF ASSESSMENT AREA			
	#	%	\$ (000s)	%	#	%	\$ (000s)	%
Consumer Loans	34	85%	1,853	90%	6	15%	208	10%
Commercial RE	30	75%	63,086	85%	10	25%	10,735	15%
Total Reviewed	64	80%	64,939	86%	16	20%	10,943	14%

Lending to Borrowers of Different Incomes and to Businesses of Different Sizes

Given the demographics of the assessment area, lending reflects good penetration among borrowers of different income levels (including low- and moderate-income) and businesses of different sizes. Distribution of consumer loans to low- income borrowers is good and to moderate-income borrowers is excellent despite the fact that 16 percent and 25 percent, respectively, of Houston County and Lee County's households live below the poverty level. The bank's distribution of loans to small businesses meets the standards for satisfactory performance.

BORROWER DISTRIBUTION OF CONSUMER LOANS IN HOUSTON COUNTY								
Borrower Income Level	LOW		MODERATE		MIDDLE		UPPER	
LOANS BY PRODUCT	%of AA House-holds	% of Number	%of AA House-holds	% of Number	%of AA House-holds	% of Number	%of AA House-holds	% of Number
Consumer Loans	25%	20%	14%	25%	18%	40%	43%	15%

BORROWER DISTRIBUTION OF CONSUMER LOANS IN LEE COUNTY								
Borrower Income Level	LOW		MODERATE		MIDDLE		UPPER	
	%of AA Households	% of Number	%of AA Households	% of Number	%of AA Households	% of Number	%of AA Households	% of Number
LOANS BY PRODUCT								
Consumer Loans	30%	30%	13%	30%	13%	15%	44%	25%

BORROWER DISTRIBUTION OF SMALL LOANS TO BUSINESSES IN HOUSTON COUNTY		
Business Revenues	≤\$1,000,000	>\$1,000,000
% of AA Businesses	91%	9%
% of Bank Loans in AA #	96%	4%
% of Bank Loans in AA \$	95%	5%

BORROWER DISTRIBUTION OF SMALL LOANS TO BUSINESSES IN LEE COUNTY		
Business Revenues	≤\$1,000,000	>\$1,000,000
% of AA Businesses	93%	7%
% of Bank Loans in AA #	96%	4%
% of Bank Loans in AA \$	94%	6%

Geographic Distribution of Loans

The geographic distribution of loans reflects reasonable dispersion throughout their AA. We evaluated the lending distribution in the AA to determine if any unexplained conspicuous gaps existed. We considered loan distributions, branch locations, competition, market conditions, and demographic information. No unexplained conspicuous gaps were identified. The absence of sampled loans in the low-income geography for Houston County is not a concern since we identified non-sampled low-income tract loans and AB&T is located in an upper-income tract.

Consumer loans demonstrate reasonable penetration in low-income tracts while performance in moderate income tracts needs improvement. Commercial lending performance is below the percentage of businesses located in low- and moderate-income census tracts, but represents an adequate level of lending considering a substantial majority of AA businesses are in middle- and upper-income tracts. The following tables reflect the results for each primary loan type.

GEOGRAPHIC DISTRIBUTION OF CONSUMER LOANS IN HOUSTON COUNTY								
Census Tract Income Level	LOW		MODERATE		MIDDLE		UPPER	
	%of AA Households	% of Number	%of AA Households	% of Number	%of AA Households	% of Number	%of AA Households	% of Number
LOANS BY PRODUCT								
Consumer Loans	3%	0%	13%	5%	58%	60%	26%	35%

GEOGRAPHIC DISTRIBUTION OF CONSUMER LOANS IN LEE COUNTY								
Census Tract Income Level	LOW		MODERATE		MIDDLE		UPPER	
LOANS BY PRODUCT	% of AA Households	% of Number	% of AA Households	% of Number	% of AA Households	% of Number	% of AA Households	% of Number
Consumer Loans	8%	5%	15%	5%	61%	45%	16%	45%

GEOGRAPHIC DISTRIBUTION OF BUSINESS LOANS IN HOUSTON COUNTY								
Census Tract Income Level	LOW		MODERATE		MIDDLE		UPPER	
LOANS BY PRODUCT	% of AA Businesses	% of Number	% of AA Businesses	% of Number	% of AA Businesses	% of Number	% of AA Businesses	% of Number
Commercial RE	12%	7%	16%	3%	43%	50%	29%	40%

GEOGRAPHIC DISTRIBUTION OF BUSINESS LOANS IN LEE COUNTY								
Census Tract Income Level	LOW		MODERATE		MIDDLE		UPPER	
LOANS BY PRODUCT	% of AA Businesses	% of Number	% of AA Businesses	% of Number	% of AA Businesses	% of Number	% of AA Businesses	% of Number
Commercial RE	10%	7%	11%	10%	64%	60%	15%	23%

Qualified Investments and CD Services

While the bank has no qualified investments, it does participate in an Alabama multi-family loan consortium which was established by the state to provide loans to construct housing (primarily apartments) specifically for low-income people.

Responses to Complaints

No complaints related to CRA performance were received during the evaluation period.

Fair Lending or Other Illegal Credit Practices Review

We found no evidence of discriminatory or other illegal credit practices inconsistent with helping to meet community credit needs.