



PUBLIC DISCLOSURE

July 8, 2019

**COMMUNITY REINVESTMENT ACT
PERFORMANCE EVALUATION**

Forcht Bank, National Association
Charter Number 24349

2404 Sir Barton Way, Lexington, Kentucky 40509

Office of the Comptroller of the Currency

10200 Forest Green Boulevard, Suite 501, Louisville, Kentucky 40223

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, and should not 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.

Table of Contents

Overall CRA Rating.....	1
Description of Institution.....	2
Scope of the Evaluation.....	3
Discriminatory or Other Illegal Credit Practices Review.....	4
State Rating.....	5
Appendix A: Scope of Examination.....	A-1
Appendix B: Definitions and Common Abbreviations.....	B-1
Appendix C: Tables of Performance Data.....	C-1

Overall Community Reinvestment Act (CRA) Rating

Institution's CRA Rating: This institution is rated **Satisfactory**.

The Lending Test is rated: Satisfactory

The Community Development test is rated: Outstanding

The major factors that support this rating include:

- The Lending Test rating is based on a reasonable distribution of loans to low- and moderate-income (LMI) borrowers and businesses of different size. In addition, the geographic distribution of loans to LMI borrowers and businesses of different size reflects reasonable dispersion.
- Forcht Bank's (FB) performance relative to the activities considered at the bank-wide level is reasonable. Those include:
 - The bank's loan-to-deposit (LTD) ratio is reasonable.
 - A majority of FB's loans are inside the bank's assessment areas (AAs).
- The Community Development (CD) Test rating is based on FB's overall excellent responsiveness to community needs through CD loans, qualified investments, and CD services, taking into consideration the bank's capacity, as well as the needs and available opportunities for community development in the AAs.

Loan-to-Deposit Ratio

The bank's LTD ratio is reasonable considering the bank's size, financial condition, and credit needs of the AAs. FB's LTD ratio averaged 73.0 percent over the 12 quarters since the bank's prior CRA examination, with a quarterly high of 87.4 percent and quarterly low of 66.7 percent. During the same time period, three local competitors of similar size averaged loan-to-deposit ratios of 60.4 percent, 79.6 percent, and 95.9 percent, respectively. The LTD ratio is calculated on a bank-wide basis.

Lending in Assessment Area

A majority of the bank's loans are inside its AAs. The bank originated or purchased 70.9 percent of its total loans inside the bank's AAs during the evaluation period based on dollar volume, and 78.1 percent inside the AAs based on the number of originations. This analysis is performed at the bank level, as opposed to the AA level.

Lending Inside and Outside of the Assessment Area										
Loan Category	Number of Loans				Total #	Dollar Amount of Loans \$(000s)				Total \$(000s)
	Inside		Outside			Inside		Outside		
	#	%	#	%		\$	%	\$	%	
Home Mortgage	1,665	76.2	520	23.8	2,185	260,791	68.0	122,890	32.0	383,681
Small Business	563	84.5	103	15.5	666	78,704	82.9	16,265	17.1	94,869
Total	2,228	78.1	623	21.9	2,851	339,395	70.9	139,155	29.1	478,550

Description of Institution

FB is a \$1.2 billion multi-state financial institution headquartered in Lexington, Kentucky. FB is wholly owned by Forcht Bancorp, Inc., headquartered in Corbin, Kentucky. The bank serves its communities through its offerings of traditional banking products and services. Retail loan products include 1-4 family and multi-family home purchase, home improvement, construction, and home equity lines of credit, as well as consumer loans and credit card offerings. Business products include loans secured by commercial real estate, other business-purpose term loans, working capital lines of credit, agricultural-related loans, and business credit cards. FB offers a variety of personal and business checking and savings account products, and also provides on-line and mobile banking services for both consumer and business customers. Activities of Abaco, Inc., an investment subsidiary of FB, was also taken into consideration for the CD test.

As of December 31, 2018, the bank reported \$1.2 billion in total assets, \$930 million in deposits, \$802 million in total loans, and \$115 million in tier 1 capital. Net loans represented 58.6 percent of average assets. As of the December 31, 2018 Consolidated Reports of Condition and Income (Call Report), first lien loans secured by 1-4 family residential real estate represented 42.8 percent of total loans. This was followed by loans secured by commercial real estate (30.4 percent), loans secured by multi-family residential real estate (6.6 percent), other commercial-purpose loans (6.0 percent), construction and land development (4.6 percent), second lien secured residential real estate loans plus home equity lines of credit (3.5 percent), agricultural-related loans (3.1 percent), consumer loans (2.9 percent), and other purpose loans (0.1 percent).

FB designated four AAs for CRA purposes. AA1 is Fayette County, Kentucky, located in the Lexington-Fayette, Kentucky Metropolitan Statistical Area (MSA). AA2 is Jefferson County, Kentucky, located in the Louisville-Jefferson County, Kentucky-Indiana MSA. AA3 is in the Cincinnati-Middletown MSA in Ohio, Kentucky, and Indiana and includes the Kentucky Counties of Boone, Grant, and Kenton. AA4 is the combination of all Non-MSAs located in south-central Kentucky. This AA includes McCreary, Pulaski, Knox, Whitley, Laurel, Green, Taylor, and Madison counties in Kentucky. FB acquired Cincinnati, Ohio-based Watch Hill Bank (WHB), during the fourth quarter of 2018. Due to the timing of the acquisition and complete consolidation of business operations not occurring until March 11, 2019, we examined FB's performance based on the bank defined AAs described above as these were in effect for the majority of the review period.

FB closed eight branch locations during the CRA evaluation period. This includes one location in AA1, two locations in AA2, one location in AA3, and four locations in AA4. As a result, the bank now serves its community through 22 locations and one loan production office (LPO) office within 13 counties

throughout Kentucky. Four of the 22 locations are located in moderate-income tracts, and 10 are in underserved or distressed communities. All offices, except the Greensburg, Kentucky location in Green County, are equipped with drive-up facilities. Eighteen of the branch locations are equipped with Interactive Teller Machines (ITMs). Each of the remaining branches have automated teller machines (ATMs), and the bank also has three stand-alone ATMs.

Competition in the AAs is strong. There are 65 financial institutions in the AAs with 605 branches, including offices of large national banks. Additional information on competition can be found in the *Description of Institution's Operations in Kentucky* section below.

Based on 12 community contacts located throughout FB's four AAs, quality employment, affordable housing, road improvements, start-up business loans, home improvement loans, public transportation, business and home mortgage financing in LMI CTs are primary AA needs. Before and after school childcare was also cited as an AA need. Additional information from community contacts can be found in the *Description of Institution's Operations in Kentucky* section.

There are no legal or financial impediments affecting FB's ability to meet the credit needs of its AAs. The last CRA evaluation was performed by the Office of the Comptroller of the Currency (OCC) on May 16, 2016. The bank received a Satisfactory rating.

Scope of the Evaluation

Evaluation Period/Products Evaluated

We conducted an evaluation of FB's CRA performance under the OCC's Intermediate Small Bank (ISB) procedures. The ISB procedures include a Lending Test and a CD test. The Lending Test evaluated the bank's record of meeting the credit needs of its AAs through its lending activities from January 1, 2016 through December 31, 2018. The review included all home mortgage loans reported in the Home Mortgage Disclosure Act (HMDA) Loan Application Registers for 2016, 2017, and 2018. We also reviewed bank-compiled CRA data files on small business lending for 2016, 2017, and 2018 to assess performance under the Lending Test. The assessment of performance under the Lending Test was based on the bank's primary loan products, home mortgage and small loans to businesses as these categories represent a significant majority of FBs loan originations in both number of loans and dollar volume over the evaluation period. The CD test evaluated the bank's CD lending, qualified investments, and CD service activities during the same period. Lending and CD test data were verified for accuracy.

Due to changes in demographic information during the evaluation period, we used the 2010 U.S. Census data for analysis and comparison purposes for loans originated and purchased in 2016. For loans originated and purchased in 2017 and 2018, we used the 2015 United States American Community Survey (ACS) Census data.

Selection of Areas for Full-Scope Review

Each of the bank's AAs received full-scope reviews. Refer to *Appendix A: Scope of Examination* for a list of each AA.

Ratings

The bank's overall rating is based on the State of Kentucky rating as FB only operated in the State of Kentucky for all but two months over the evaluation period. The State rating is based on the full-scope reviews of FBs four AAs. In assessing performance, more weight was given to the Non-MSA AA (AA4). Thirteen of the bank's 22 locations are located in AA4, and a significant portion of the bank's loans and deposits are within this AA. In addition, more weight was given to the distribution of loans by income level of borrower and gross annual revenue of businesses than the geographic distribution of loans. This was due to the relatively low and declining number of low-income CTs in the bank's AAs over the evaluation period. Refer to the *Description of Institution's Operations in Kentucky* for additional details regarding how the areas were weighted in arriving at the respective ratings.

Discriminatory or Other Illegal Credit Practices Review

Pursuant to 12 CFR 25.28(c) or 195.28(c), respectively, in determining a national bank's or federal savings association's (collectively, bank) CRA rating, the OCC considers evidence of discriminatory or other illegal credit practices in any geography by the bank, or in any AA by an affiliate whose loans have been considered as part of the bank's lending performance. As part of this evaluation process, the OCC consults with other federal agencies with responsibility for compliance with the relevant laws and regulations, including the U.S. Department of Justice, the U.S. Department of Housing and Urban Development, and the Bureau of Consumer Financial Protection, as applicable.

The OCC has not identified that this institution has engaged in discriminatory or other illegal credit practices that require consideration in this evaluation.

The OCC will consider any information that this institution engaged in discriminatory or other illegal credit practices, identified by or provided to the OCC before the end of the institution's next performance evaluation in that subsequent evaluation, even if the information concerns activities that occurred during the evaluation period addressed in this performance evaluation.

State Rating

State of Kentucky

CRA rating for the State of Kentucky: Satisfactory

The Lending Test is rated: Satisfactory

The Community Development Test is rated: Outstanding

The major factors that support this rating include:

- FB exhibits a reasonable distribution of loans to borrowers of different income levels and businesses of different sizes.
- The geographic distribution of loans over the evaluation period reflects reasonable dispersion.
- FB's LTD ratio is reasonable.
- A majority of the bank's loans are within FB's AAs.
- FB exhibits excellent responsiveness to CD needs in the state of Kentucky through qualified investments, CD services, and CD loans, as appropriate, taking into consideration the bank's capacity, as well as the need and available opportunities for CD in the bank's AAs.

Description of Institution's Operations in Kentucky

FB has four AAs in the state of Kentucky. AA1 is Fayette County, Kentucky, located in the Lexington-Fayette, Kentucky MSA. AA2 is Jefferson County, Kentucky, located in the Louisville-Jefferson County, Kentucky-Indiana MSA. AA3 is in the Cincinnati-Middletown MSA and includes the Kentucky Counties of Boone, Grant, and Kenton. AA4 is the combination of all Non-MSAs located in south-central Kentucky. This AA includes McCreary, Pulaski, Knox, Whitley, Laurel, Green, Taylor, and Madison counties. The AAs meet the requirements of the regulation and do not arbitrarily exclude LMI geographies. See below for detailed descriptions of each AA.

AA1: Lexington-Fayette, Kentucky MSA (Fayette County)

FB's AA1 consists of Fayette County, one of six counties in the Lexington-Fayette, Kentucky MSA. The AA does not include the Lexington-Fayette MSA counties of Bourbon, Clark, Jessamine, Scott, or Woodford as the bank does not have branches in those counties. As a result of the 2015 ACS census data, the income designation of some CTs within the AA changed in 2017. During 2016, the AA consisted of 12 low-income CTs, 18 moderate-income CTs, 24 middle income CTs, and 28 upper-income CTs. For 2017-2018, the AA consisted of 10 low-income, 18 moderate, 28 middle, and 26 upper-income CTs.

FB has three offices with full-service ITMs in this AA. Over the three year evaluation period, approximately 16 percent of the bank's loans reviewed for this assessment were originated in AA1. Competition from other financial institutions within the AA is strong. Including FB locations, there were 114 banking offices in Fayette County as of June 30, 2018. FB's competitors include several local community banks and branches of large national and regional banks. Based on June 30, 2018 FDIC deposit market share data, approximately 12 percent of FB's deposits were derived from this AA. FB's deposits of \$105 million rank the bank 14th out of 29 deposit-taking institutions in the AA, resulting in a 1.4 percent AA market share.

The AA's annual unemployment rate for the years 2016-2018 was 3.8 percent, 3.7 percent, and 3 percent, respectively. This was well below the statewide unemployment rates of 5.1 percent, 4.9 percent, and 4.3 percent for the same time periods. Major industries in the AA include health care, retail trade and educational services. Large employers include the University of Kentucky, as well as the county public school system, Amazon, and the Veterans Medical Center. Since the last CRA evaluation, the AA's population grew by 4.2 percent while the number of businesses declined by 3.8 percent.

As indicated in the table below, 2015 ACS Census data indicates the median housing value in the AA was \$180,124. Based on the 2018 median family income of \$66,800, low- and moderate-income families make less than \$33,400 and \$53,440 respectively. Overall median housing values are 3.4 to 5.4 times the annual income of LMI families in the AA. The housing cost relative to income may have a limiting effect on mortgage demand for some LMI families. Among low-income families, 12.1 percent have income at or below the poverty level. While the poverty level in AA1 is below the 2018 Kentucky statewide average, it nonetheless limits demand and opportunities to lend to low-income families. The percentage of rental units in the AA also impacts home mortgage lending ability. Of the AA's 137,885 housing units, 61,591, or 44.7 percent, are rental units.

As part of this evaluation, we obtained information from a representative of a local CD organization. Start-up business funds were cited as an AA need. The contact also noted that limited land availability has an impact on the housing market in the Lexington area. In general, the contact expressed the willingness of local banks to both lend and donate to community projects.

Table A – Demographic Information of the Assessment Area (AA1)

Assessment Area: Fayette Co KY (Lexington-Fayette MSA) 2017-2018

Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts)	82	12.2	22.0	34.1	31.7	0.0
Population by Geography	308,306	11.6	22.4	33.3	32.7	0.0
Housing Units by Geography	137,885	11.7	23.8	33.8	30.7	0.0
Owner-Occupied Units by Geography	68,194	6.3	16.2	35.2	42.3	0.0
Occupied Rental Units by Geography	57,558	17.0	32.2	32.0	18.7	0.0
Vacant Units by Geography	12,133	16.7	26.3	34.5	22.6	0.0
Businesses by Geography	23,815	7.7	16.2	41.3	34.8	0.0
Farms by Geography	860	5.8	10.7	43.3	40.2	0.0
Family Distribution by Income Level	72,466	23.3	15.7	18.3	42.6	0.0
Household Distribution by Income Level	125,752	26.9	15.4	15.7	42.1	0.0
Median Family Income Non-MSAs – GA		\$66,800	Median Housing Value			\$180,124
			Median Gross Rent			\$781
			Families Below Poverty Level			12.1%

Source: 2015 ASC Census and 2018 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.

AA2: Louisville-Jefferson County, Kentucky/Indiana MSA (Jefferson County)

FB’s AA2 consists of Jefferson County in the Louisville-Jefferson County, Kentucky-Indiana MSA. This AA does not include the Kentucky counties of Bullitt, Henry, Meade, Nelson, Oldham, Shelby, Spencer, and Trimble or any of the Indiana counties located in the MSA, as FB does not have branches in those counties. As a result of the 2015 United States ACS census data, the income designation of some CTs within the AA changed in 2017. In 2016, the AA consisted of 34 low-income CTs, 35 moderate-income CTs, 64 middle-income CTs, and 57 upper-income CTs. There was also one CT without an income designation. For 2017-2018, the AA consisted of 31 low-income, 44 moderate-income, 57 middle-income, and 57 upper-income CTs. In addition, there were two CTs without an income designation.

FB has two offices, both with full-service ITMs in this AA. Over the three year evaluation period, approximately 24 percent of the bank’s loans reviewed for this assessment were originated in AA2. As in AA1, competition from other financial institutions is strong. Based on June 30, 2018 FDIC data, 25 financial institutions, including FB, operate 235 offices in Jefferson County. FB’s competitors include branches of large national and regional banks as well as several local community banks. Based on June 30, 2018 FDIC deposit market share data, approximately 10 percent of FB’s deposits were derived from this AA. FB’s deposits of \$85 million rank 17th out of 25 deposit-taking institutions in the AA with a 0.4 percent AA market share.

The AA’s average annual unemployment rate for the years 2016-2018 was 4.3 percent, 4.1 percent, and 3.9 percent, respectively. This was below the statewide average unemployment rates of 5.1 percent, 4.9

percent, and 4.3 percent for the same time periods. Major industries in the AA include health care, retail trade, and manufacturing. Some of the AA’s largest employers include United Parcel Service, Inc., the Jefferson County Public School system, Ford Motor Company, Norton Healthcare, Inc., and Humana, Inc. Since the last evaluation, the AA population grew by 2 percent while businesses within the geography declined by 7.3 percent.

As shown in the table below, 2015 ACS Census data indicates the median housing value in the AA was \$162,334. Based on the 2018 AA median family income, low- and moderate-income families make less than \$32,389 and \$51,822 respectively. Overall median housing values are 3.1 to 5.0 times the annual income of LMI families in the AA. The housing cost relative to income may have a limiting effect on mortgage demand for some LMI families. Among low-income families, 11.8 percent have income at or below the poverty level. This too, limits demand and opportunities to lend to low-income borrowers. The percentage of rental units in the AA also impacts home mortgage lending ability. Of the AA’s 340,132 housing units, 127,747, or 37.6 percent, are rental units. As part of this evaluation, we obtained information from representatives of two local CD organizations. Start-up business funds, as well as home and existing business financing in the LMI CT were cited as AA needs. In general, the contacts expressed willingness on the part of local banks to both lend and donate to community projects.

Table A – Demographic Information of the Assessment Area (AA2)

Assessment Area: Jefferson Co KY (Louisville-Jefferson County, Kentucky/Indiana MSA) 2017-2018

Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts)	191	16.2	23.0	29.8	29.8	1.0
Population by Geography	755,809	12.5	21.2	34.1	31.7	0.5
Housing Units by Geography	340,132	12.9	22.2	33.8	30.5	0.6
Owner-Occupied Units by Geography	189,914	6.0	17.8	36.8	39.2	0.1
Occupied Rental Units by Geography	117,001	20.5	28.0	30.7	19.6	1.2
Vacant Units by Geography	33,217	25.4	26.2	27.3	19.3	1.8
Businesses by Geography	53,928	8.9	16.0	27.5	42.1	5.5
Farms by Geography	1,124	5.4	13.5	33.5	46.5	1.1
Family Distribution by Income Level	185,758	23.0	17.5	19.1	40.4	0.0
Household Distribution by Income Level	306,915	26.3	16.3	17.6	39.8	0.0
Median Family Income Non-MSAs – GA		\$64,777	Median Housing Value			\$162,334
			Median Gross Rent			\$748
			Families Below Poverty Level			11.8%

Source: 2015 ASC Census and 2018 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.

AA3: Cincinnati-Middletown, Ohio-Kentucky-Indiana MSA (Boone, Grant, and Kenton Counties)

FB's AA3 consists of Boone, Grant, and Kenton Counties in the Cincinnati-Middletown, Ohio-Kentucky-Indiana MSA. The AA does not include the Kentucky counties of Bracken, Campbell, Gallatin, or Pendleton or any of the Indiana or Ohio counties located in the MSA, as FB did not have branches in those counties during the evaluation period. Kenton County in Kentucky was added to the assessment area as of January 1, 2017.

The 2016 AA of Boone and Grant Counties, consisted of 26 CTs. Of these, eight were moderate-income, nine middle-income, eight upper-income, and one CT was without an income designation. The addition of Kenton county in 2017 expanded the AA to 67 CTs. For 2017-2018, AA3 consisted of eight low-income, 16 moderate-income, 27 middle-income, and 15 upper-income CTs. There was also one CT without an income designation.

FB has four locations within this AA, as well as one LPO and one stand-alone ATM. Three of the four locations are equipped with full-service ITMs. All four FB locations in this AA are situated in moderate-income CTs. Approximately 21 percent of the bank's loans were originated in this AA over the evaluation period. FB faces strong competition in this AA, too. As of June 30, 2018, 20 institutions, including FB, operate 119 offices in the AA. FB's competitors include several local community banks and branches of large national and regional banks. Based on June 30, 2018 FDIC deposit market share data, approximately 24 percent of FB's deposits were derived from this AA. FB's deposits of \$205 million rank the bank 9th out of 20 deposit-taking institutions in the AA with a 3.5 percent market share.

The AA's annual unemployment rate for the years 2016-2018 was 4.4 percent, 4.3 percent, and 4.0 percent, respectively. This was well below the statewide unemployment rates of 5.1 percent, 4.9 percent, and 4.3 percent for the same time periods. Major industries in AA3 include healthcare, manufacturing, retail trade, and in Grant County, agriculture. Some of the AA's largest employers include St. Elizabeth Healthcare, Kroger Company, and Boone County Schools. The rate of change for the population and businesses within the AA were not measured as Kenton County was not part of the AA prior to 2017.

As shown in the table below, 2015 ACS Census data indicates the median housing value in the AA was \$153,212. Based on the 2018 AA median family income of \$70,589, low- and moderate-income families earn less than \$35,295 and \$56,471 respectively. Overall median housing values are 2.7 to 4.3 times the annual income of LMI families in the AA. The housing cost relative to income may have a limiting effect on mortgage demand for some LMI families. Among low-income families, 9.9 percent have income at or below the poverty level. This too, limits demand and opportunities to lend to low-income borrowers. Also impacting home mortgage lending ability is the percentage of rental units within the AA. Of the AA's 126,791 housing units, 38,780, or 30.6 percent, are rental units.

We obtained information from representatives of three CD organizations located within AA3. The contacts identified affordable housing, downpayment assistance, childcare, and improved public transportation as AA needs. The contacts expressed the willingness of local banks to both lend and donate to community projects.

Table A – Demographic Information of the Assessment Area (AA3)

**Assessment Area: Boone, Grant, and Kenton Counties KY
(Cincinnati-Middletown, Ohio-Kentucky-Indiana MSA) 2017-2018**

Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts)	67	11.9	23.9	40.3	22.4	1.5
Population by Geography	312,294	7.7	20.6	45.8	25.8	0.0
Housing Units by Geography	126,791	8.9	23.3	45.2	22.6	0.0
Owner-Occupied Units by Geography	79,605	4.9	18.3	47.6	29.2	0.0
Occupied Rental Units by Geography	35,654	15.5	30.3	42.4	11.9	0.0
Vacant Units by Geography	11,532	16.2	36.2	37.2	10.5	0.0
Businesses by Geography	17,986	5.8	28.2	39.6	26.0	0.3
Farms by Geography	609	4.4	19.4	47.5	28.7	0.0
Family Distribution by Income Level	80,198	20.8	17.7	21.4	40.0	0.0
Household Distribution by Income Level	115,259	22.3	15.3	18.6	43.8	0.0
Median Family Income Non-MSAs – GA		\$70,589	Median Housing Value			\$153,212
			Median Gross Rent			\$803
			Families Below Poverty Level			9.9%

Source: 2015 ASC Census and 2018 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.

AA4: Nonmetropolitan AA of South-Central Kentucky (McCreary, Pulaski, Knox, Whitley, Laurel, Green, Taylor, and Madison Counties)

FB’s AA4 consists of the Non-MSA counties of McCreary, Pulaski, Knox, Whitley, Laurel, Green, Taylor, and Madison in south-central Kentucky. As a result of the 2015 United States ACS census data, the income designation of some CTs within AA4 changed in 2017. In 2016, the AA’s 75 CTs included four low-income, 13 moderate-income, 43 middle-income, and 15 upper-income CTs. For 2017-2018, the AA consisted of one low-income, 20 moderate-income, 41 middle-income, and 13 upper-income CTs. In addition, all 41 of the middle-income CTs in the AA are designated as distressed and/or underserved middle-income geographies as of June 2018. This designation is based on multiple criteria including poverty level, unemployment, and population loss.

Within AA4, FB has 13 branch offices, nine of which have full service ITMs. There are also two stand-alone ATMs located in the AA. Approximately 40 percent of the bank’s loans in this evaluation period were originated in this AA. Competition in the AA is strong. As of June 30, 2018, there were 31 financial institutions operating 137 banking offices in the AA, including FB. Competition in the AA includes several local community banks as well as branches of large national and regional banks. Based on June 30, 2018 FDIC deposit market share data, approximately 53 percent of FB’s deposits were derived from this AA. FB’s deposits of \$455 million rank 2nd out of 31 deposit-taking institutions in the AA, with a 9.8 percent market share.

With the exceptions of Madison, Green, and Taylor Counties, the AA’s annual unemployment rates for the year 2016-2018 exceeded the statewide unemployment rate.

Average Annual Unemployment Rates			
	2016	2017	2018
Kentucky	5.1	4.9	4.3
McCreary	8.1	6.9	6.3
Pulaski	5.5	5.7	5.1
Knox	8.0	7.6	6.2
Whitley	6.6	5.8	5.0
Laurel	6.2	5.9	5.1
Green	4.5	4.7	4.3
Taylor	5.0	4.4	4.3
Madison	4.2	4.3	3.9

Major industries in AA4 include retail trade, manufacturing (particular automobile), healthcare, and educational services. While the population of the AA grew by 1.4 percent since the last evaluation, businesses within the AA declined by 11.3 percent.

The median housing value in the AA is \$104,189 based on the 2015 ACS Census data. Based on the 2018 AA median family income of \$45,920, low- and moderate-income families earn less than \$22,960 and \$36,736 respectively. As a result, median housing values are generally 2.8 to 4.5 times the annual income of LMI families in the AA. The housing cost relative to income may have a limiting effect on mortgage demand for some LMI families. Poverty levels are very high in the AA with 19.8 percent of AA4 families having income at or below the poverty level. This too, limits demand and opportunities to lend to low-income borrowers. Also impacting home mortgage lending ability is the percentage of rental units within the AA. Of the AA’s 145,679 housing units, 47,095, or 32.3 percent, are rental units.

We obtained information from representatives of six CD organizations located within AA4. The contacts identified quality employment opportunities, before and after school childcare, improved transportation, financial literacy, low-interest financing, affordable housing, and small-business loans as AA needs. The contacts expressed that local banks demonstrate a willingness to both lend and donate to community projects.

Table A – Demographic Information of the Assessment Area (AA4)

Assessment Area: Non-MSA AA consisting of eight KY counties 2017-2018

Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts)	75	1.3	26.7	54.7	17.3	0.0
Population by Geography	330,970	1.8	23.2	58.0	17.0	0.0
Housing Units by Geography	145,679	2.1	23.2	58.9	15.9	0.0
Owner-Occupied Units by Geography	83,552	1.8	21.7	57.9	18.5	0.0
Occupied Rental Units by Geography	43,315	2.0	22.8	62.2	13.0	0.0
Vacant Units by Geography	18,812	3.3	30.2	55.5	11.0	0.0
Businesses by Geography	16,552	1.6	14.4	65.8	18.2	0.0
Farms by Geography	845	0.5	11.5	66.6	21.4	0.0
Family Distribution by Income Level	85,469	25.8	16.5	18.4	39.3	0.0
Household Distribution by Income Level	126,867	27.8	15.4	16.0	40.8	0.0
Median Family Income Non-MSAs – GA		\$45,920	Median Housing Value			\$104,189
			Median Gross Rent			\$598
			Families Below Poverty Level			19.8%

Source: 2015 ASC Census and 2018 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.

CONCLUSIONS WITH RESPECT TO PERFORMANCE TESTS IN KENTUCKY

Lending Test

The bank’s performance under the Lending Test in Kentucky is rated Satisfactory.

Based on a full-scope review, FB’s lending performance in the State of Kentucky is reasonable.

Distribution of Loans by Income Level of the Geography

The bank exhibits reasonable geographic distribution of loans in the State.

Home Mortgage Loans

The overall geographic distribution of home mortgage loans throughout the bank’s AAs is reasonable. Refer to Table O in *Appendix C: Tables for Performance Data* for the facts and data used to evaluate the geographic distribution of the bank’s home mortgage loan originations and purchases.

Fayette County AA (AA1):

For 2016, the distribution of home mortgage loans reflects reasonable dispersion. FB's percentage of home mortgage loans is only slightly below both the percentage of owner-occupied housing units in LMI geographies (the demographic comparator) and the percentage of loans originated and purchased by all reporting lenders in those geographies (the aggregate comparator). In 2017 and 2018, FB's distribution of home mortgage loans in low- and moderate-income CTs was poor. The bank's percentage of loans in low-income tracts was slightly below the percentage of owner-occupied housing units in those tracts. However, the percentage of home mortgage loans within moderate-income CTs was significantly less than the percentage of owner-occupied housing units in those geographies, as well as the percentage of loans reported by all lenders.

Jefferson County AA (AA2):

For 2016, the distribution of home mortgage loans reflects excellent geographic distribution. The bank's percentage of loans in low-income tracts was near the percentage of owner-occupied units in those geographies and above the percentage reported by all lenders. In moderate-income CTs, the bank's percentage of home mortgage loans exceeded the percentage of owner-occupied housing units in moderate-income CTs and the aggregate distribution. Home mortgage lending performance in AA2 for 2017 and 2018 showed similar results. FB's percentage of home mortgage loans in low-income CTs was near the percentage of owner-occupied housing units, and exceeded the aggregate distribution. The percentage of home mortgage lending in moderate-income CTs significantly exceeded both the percentage of owner-occupied housing units and aggregate distribution.

Boone, Grant and Kenton Counties AA (AA3):

There were no low-income CTs in AA3 in 2016. However, the bank's distribution of home mortgage loans in moderate-income CTs was excellent as the percentage of FB home mortgage loans substantially exceeded the percentage of owner-occupied housing units in those tracts and the aggregate distribution. In 2017 and 2018, FB exhibited an excellent distribution of home mortgage loans in AA3. During those years, the bank's percentage of home mortgage loans in low-income CTs was near the percentage of owner-occupied units in those geographies and slightly below the percentage reported by all lenders. Similar to 2016, FB's percentage of home mortgage loans in moderate-income CTs greatly exceeded the percentage of owner-occupied housing units and aggregate distribution.

Non-MSA AA (AA4):

As indicated earlier, this AA was afforded the most weight in assessing performance. In 2016, FB exhibited a reasonable geographic distribution of home mortgage loans in AA4. The percentage of home mortgage lending in low-income CTs was near to the percentage of owner-occupied housing units and above the percentage reported by all lenders. FB's performance in the moderate-income CTs was similar. The percentage of home mortgage loans in moderate-income CTs was near the percentage of owner-occupied housing units, and exceeded the aggregate distribution. For 2017 and 2018, the percentage of home mortgage loans in low-income CTs was near the percentage of owner-occupied housing units and aggregate distribution. The percentage of home mortgage lending in moderate-income CTs in 2017 and 2018 was reasonable, but less than the percentage of owner-occupied housing units in

moderate-income CTs. FB's percentage of home mortgage loans in moderate income CTs in 2017 and 2018 was near the aggregate distribution.

Small Loans to Businesses

The bank exhibits reasonable geographic distribution of business loans within the AAs. Refer to Table Q in *Appendix C: Tables for Performance Data* for the facts and data used to evaluate the geographic distribution of the bank's originations and purchases of small loans to businesses.

Fayette County AA (AA1):

The geographic distribution of business loans reflects reasonable dispersion in the Fayette County AA. For 2016, the bank's percentage of small loans to businesses in low-income CTs was excellent being above the percentage of businesses and the aggregate distribution in low-income CTs. FB's percentage of small business loans in moderate-income CTs was reasonable, although less than the percentage of businesses and the aggregate distribution. In 2017 and 2018, the percentage of small business lending in both low- and moderate-income CTs was reasonable, although below both the demographic and aggregate comparators.

Jefferson County AA (AA2):

The geographic distribution of small business loans reflects reasonable dispersion in AA2. During 2016, FB's percentage of loans to small businesses in the low-income CTs of the AA was reasonable in comparison to the demographic and aggregate comparators. In moderate income CTs in 2016, the bank's percentage of loans to small businesses was well below the percentage of businesses located in moderate-income CTs and the percentage reported by all lenders. In 2017 and 2018, the percentage of small business loans in low-income CTs was below the percentage of businesses and the aggregate distribution. However, FB's percentage of small business loans in the AAs moderate-income CTs was well above the percentage of businesses situated in moderate-income CTs and the percentage reported by all lenders in the AA.

Boone, Grant and Kenton Counties AA (AA3):

The geographic distribution of small business loans reflects reasonable dispersion in AA3. In 2016, FB's percentage of small business loans in moderate-income CTs was far above the percentage of businesses located in those tracts and the aggregate percentage. There were no low-income CTs in AA3 in 2016. For 2017 and 2018, the bank did not originate any loans in the newly designated low-income CTs. However, FB's percentage of small business loans in moderate-income CTs substantially exceeded the percentage of businesses and the aggregate distribution.

Non-MSA AA (AA4):

FB's distribution of small business loans in AA4 reflects excellent dispersion across the AA. In 2016, FB's percentage of small business loans in the low-income CTs was in line with demographic and aggregate comparators. The percentage of small business loans within the moderate-income CTs exceeded the percentage of businesses and the percentage reported by all lenders. For 2017 and 2018, the bank did not originate any small business loans in the lower-income CTs, but originated a high

percentage of small business loans in the moderate-income CTs in relation to the percentage of businesses and aggregate distribution.

Distribution of Loans by Income Level of the Borrower

The bank exhibits a reasonable distribution of loans to individuals of different income levels and businesses of different sizes, given the product lines offered by the bank.

Home Mortgage Loans

The distribution of home mortgage loans reflects reasonable penetration among families of different income levels in the AAs. Refer to Table P in *Appendix C: Tables for Performance Data* for the facts and data used to evaluate the borrower distribution of the bank's home mortgage loan originations and purchases.

Fayette County AA (AA1):

The overall distribution of home mortgage loans to borrowers of different income levels in AA1 is reasonable. The percentage of families living at or below the poverty level, the median housing value in relation to low- and moderate-income levels, the percentage of rental units in relation to owner-occupied units, and FB's relatively small presence in this AA in relation to other financial institutions, all impact FB's ability to lend to low-income families (refer to the *Description of Institution's Operations in Kentucky* section for details). FB's percentage of home mortgage loans to low-income borrowers was well below the percentage of low-income families and percentage of home mortgage loans reported by all lenders in 2016 and 2017-2018. In 2016, FB's percentage of home mortgage loans to moderate-income borrowers was slightly below the demographic and aggregate comparators, but in line with the percentage of moderate-income families and aggregate percentage in 2017 and 2018.

Jefferson County AA (AA2):

The overall distribution of home mortgage loans to borrowers of different income levels reflects reasonable penetration in AA2. Similar to AA1, FB faces several challenges in home mortgage lending to low-income borrowers. As detailed in the *Description of Institution's Operations in Kentucky* section, median housing values are 5.0 times the annual income of low-income families. The percentage of families below the poverty level, volume of rental units in relation to owner-occupied units, and FB's very small market share in this AA, all impact the bank's home mortgage lending ability to LMI borrowers. This was reflected in 2016, and in 2017-2018 when FB's percentage of home mortgage loans to low-income families was well below the percentage of low-income families in AA2. Despite that, FB's percentage of loans to low-income families was not materially less than the percentage of home mortgage loans to low-income families reported by all lenders in the AA. For 2016, and 2017-2018, FB's percentage of home mortgage loans to moderate-income borrowers in AA2 was below the demographic and aggregate comparators, but not by a material amount. Overall, this reflects reasonable distribution of home mortgage loans in relation to the bank's operating environment in AA2.

Boone, Grant and Kenton Counties AA (AA3):

FB's distribution of home mortgage loans reflects reasonable penetration among borrowers of different income levels in the Boone, Grant, and Kenton Counties AA. In 2016, the bank's percentage of home

mortgage loans to low-income borrowers was below the percentage of low-income families in the AA. However, FB's percentage of home mortgage loans to low-income borrowers exceeded the percentage reported by all lenders in the AA. The bank's percentage of home mortgage loans to moderate-income borrowers in 2016 exceeded both the percentage of moderate-income families in the AA, and the aggregate distribution. For 2017 and 2018, FB's percentage of home mortgage loans to low-income borrowers was below the percentage of low-income families in the AA, but very comparable to the percentage reported by all lenders. In 2017-2018, the bank's percentage of home mortgage loans to moderate-income families was not materially below the percentage of moderate-income families in AA3. Although FB's percentage of home mortgage loans to moderate-income borrowers in the AA was below the percentage reported by all lenders, the overall distribution of loans nonetheless reflects reasonable performance.

Non-MSA AA (AA4):

FB exhibits a reasonable distribution of home mortgage loans to borrowers of different income levels in AA4, the AA where FB has their greatest presence in terms of market share. In 2016, the bank's percentage of home mortgage loans to low-income borrowers was well below the percentage of low-income families in the AA. However, as detailed in the *Description of Institution's Operations in Kentucky* section, the percentage of families with income below the poverty level is high in relation state and national averages. This, coupled with median housing values in relation to low-income family earnings, creates challenges to lend to low-income families. In 2016, FB's percentage of home mortgage loans to moderate-income families was comparable to the percentage of low-income families in the AA, and above the percentage reported by all lenders. During 2017-2018, the bank's home mortgage loan performance in lending to LMI borrowers was very similar to that exhibited in 2016.

Small Loans to Businesses

FB exhibits an excellent distribution of small business loans to businesses of different sizes in the AAs. Refer to Table R in *Appendix C: Tables for Performance Data* for the facts and data used to evaluate the borrower distribution of the bank's originations and purchases of small loans to businesses.

Fayette County AA (AA1):

The distribution of business loans reflects reasonable penetration in the Fayette County AA. In 2016, the bank's percentage of loans to businesses with gross annual revenue less than \$1 million lagged the percentage of businesses reporting less than \$1 million in revenue in the AA. However, FB's percentage of loans to small businesses exceeded the percentage by all reporting lenders in the AA. During 2017 and 2018, FB's lending to small businesses in AA1 was consistent with 2016.

Jefferson County AA (AA2):

The distribution of loans to businesses of different size reflects excellent penetration in the Jefferson County AA. In 2016, FB's percentage of loans to small businesses was comparable to the percentage of small businesses in the AA, and well above the percentage of small businesses loans reported by all lenders in the AA. During 2017 and 2018, the bank's percentage of small business loans exceeded the percentage of small businesses in the AA, and significantly exceeded the aggregate distribution. This demonstrates good responsiveness to AA needs.

Boone, Grant, and Kenton Counties AA (AA3):

The distribution of business loans reflects excellent penetration in the Boone, Grant, and Kenton Counties AA. For 2016, FB's percentage of loans to small businesses exceeded the percentage of small businesses in the AA, and substantially exceeded the aggregate distribution. In 2017 and 2018, the bank's percentage of lending to small businesses was slightly below the percentage of small businesses in the AA, but substantially above the percentage of small business loans reported by all lenders in the AA.

Non-MSA AA (AA4):

The distribution of loans to small businesses reflects reasonable penetration in AA4. During 2016, the bank's percentage of loans to small businesses slightly lagged the percentage of small businesses in the AA, but substantially exceeded the aggregate distribution. In 2017 and 2018, the percentage of FB small business loans was slightly lower than the demographics of the AA, but again materially exceeded the percentage of small business loans reported by all lenders.

Responses to Complaints

FB did not receive any written complaints regarding its CRA performance during the evaluation period.

Community Development Test

The bank's performance under the CD Test is rated Outstanding.

The evaluation period for CD activities was January 1, 2016, through December 31, 2018. The conclusion is based on full scope reviews of the AAs. The bank exhibits excellent responsiveness to CD needs through CD loans, qualified investments, and CD services, as appropriate, considering the bank's capacity and the need and availability of such opportunities for community development in the bank's AAs.

Number and Amount of Community Development Loans

FB's responsiveness to CD lending is excellent. During the evaluation period, the bank originated or renewed 45 CD loans totaling \$20.6 million within the AAs.

Fayette County AA (AA1)

FB provided an adequate level of CD lending. FB originated a \$1.2 million loan to construct a learning center where students are taught financial skills through lessons and hands-on activities. Greater than 50 percent of the students are from LMI families.

Jefferson County AA (AA2)

FB demonstrated excellent responsiveness to CD lending in the Jefferson County AA. During the evaluation period, FB provided \$2.6 million in financing for four affordable housing projects. The funds were used to purchase and or rehabilitate over 70 rental units earmarked for LMI individuals or families.

In light of median housing values in relation to LMI income, and needs of the AA, and FB's relatively small market share in AA2, this is considered excellent responsiveness to AA needs.

Boone, Grant and Kenton Counties AA (AA3)

CD lending responsiveness in the Boone, Grant and Kenton Counties AA is excellent. FB originated 19 CD qualified loans totaling \$9.6 million during the evaluation period. Included in this are eight loans totaling \$3.1 million for the purpose of providing affordable housing, an AA need. Another three loans totaling \$117,358 were to organizations focusing on child care and geared primarily to LMI individuals. The purpose of these loans are very responsive to AA needs. The proceeds of the other eight loans were to organizations promoting LMI community services, LMI geography revitalization or stabilization efforts, or economic development within the AA, including LMI CTs.

Non-MSA AA (AA4)

CD lending responsiveness in the Non-MSA AA is excellent in light of AA needs, opportunities for CD lending, and FB's capacity and presence within the AA. FB originated 21 CD qualified loans totaling \$7.2 million during the evaluation period. The majority of the loans and proceeds were to organizations or projects that promote economic development, CD services, and/or the revitalization or stabilization of LMI geographies, as well as the 41 distressed middle income CTs of this AA. For example, three of the loans totaling approximately \$3.4 million are to organizations providing health care services within distressed middle-income CTs.

Number and Amount of Qualified Investments

FB qualified CD investment activity is adequate. The bank made 22 qualified investments in its AAs totaling \$12.6 million during the evaluation period. In addition, FB maintained 12 prior period investments totaling \$10.2 million. Due to the responsiveness of meeting the CD investment needs of its AAs, the bank received positive consideration for four current period investments totaling \$2.1 million and 53 prior period investments totaling \$39.0 million made in the broader statewide area outside of the bank's AAs.

Fayette County AA (AA1)

FB's level of qualified investments in the Fayette County AA is adequate. FB purchased three CD qualified investments during the evaluation period totaling \$1.3 million. Two of the investments, totaling \$1.0 million, were related to the financing of affordable housing. The third was a school district bond where the majority of students qualify for free or reduced-price meals under the United States Department of Agriculture's School Lunch Program. FB also receives positive consideration for three prior period investments with an outstanding amount of \$1.5 million. Approximately \$1 million is benefitting qualifying school districts, while the remaining proceeds finance LMI housing needs.

Jefferson County AA (AA2)

The level of qualified investment in the Jefferson County AA is adequate. FB made an investment of \$959,072 in one GNMA pool consisting of home mortgage loans to LMI borrowers. In addition, FB received positive consideration for a prior period investment with an outstanding amount of \$725,000

within this AA. This investment too, was for the financing of home mortgage loans to LMI borrowers or within LMI geographies.

Boone, Grant and Kenton Counties AA (AA3)

FB’s level of qualified investments in AA3 is adequate. FB purchased three CD investments during the evaluation period totaling \$794,914. Proceeds of the investments went to a school district where the majority of students qualify for free or reduced-price meals under the United States Department of Agriculture’s School Lunch Program.

Non-MSA AA (AA4)

FB’s level of qualified investments for AA4 was excellent. FB purchased 15 CD investments during the evaluation period totaling \$9.5 million. All 15 of the investments benefitted school districts where the majority of students qualify for free or reduced-price meals under the United States Department of Agriculture’s School Lunch Program. In addition, the bank receives positive consideration for eight prior period investments with an outstanding amount of \$7.9 million. These proceeds are to school districts benefitting LMI geographies, distressed middle-income geographies, or LMI families.

Investments Benefitting Broader Statewide Area

As indicated above, FB also received positive consideration for four current period investments totaling \$2.1 million that have a purpose, or function to benefit the bank’s AAs. All four of the investments provide home mortgage financing to LMI families, or within LMI or distressed middle-income CTs. The largest of these current period investments, \$2.0 million, was to an agency created to provide affordable housing opportunities throughout the State.

The table below also lists another 53 prior period investments, with \$39 million still outstanding, that received consideration in this evaluation. The investments are primarily school district related with proceeds benefitting districts in distressed geographies or where the majority of students qualify for free or reduced-price meals under the United States Department of Agriculture’s School Lunch Program.

Qualified Investments										
Assessment Area	Prior Period*		Current Period		Total				Unfunded Commitments**	
	#	\$(000's)	#	\$(000's)	#	% of Total #	\$(000's)	% of Total \$	#	\$(000's)
Statewide	53	39,020	4	2,113	57	63	41,133	64	0	0
Fayette County	3	1,546	3	1,321	6	7	2,867	5	0	0
Jefferson County	1	725	1	959	2	2	1,684	3	0	0
Boone, Grant Kenton Counties	0	0	3	795	3	3	795	1	0	0
Non-MSA AA	8	7,924	15	9,518	23	25	17,442	27	0	0

* Prior Period Investments' means investments made in a previous evaluation period that are outstanding as of the examination date.

** Unfunded Commitments' means legally binding investment commitments that are tracked and recorded by the institution's financial reporting system.

In addition to the above investments, FB made \$34,650 in donations to qualified community organizations and donated an additional \$6,530 to various charities in the AAs. The donations went to organizations such as local food pantries, health care providers, and other charitable organizations providing services to LMI individuals.

Extent to Which the Bank Provides Community Development Services

CD services provided by bank officers and employees demonstrate excellent responsiveness to AA needs. Officers and employees serve on boards or in other roles or capacities providing technical or financial expertise to many CD organizations. Positions held by bank officers and employees at CD organizations include, but are not limited to, board member, president, treasurer, and committee member. Examples of FB involvement in CD services are provided below.

Fayette County AA (AA1)

- An executive officer of FB provided financial and technical expertise as a board member of the Kentucky Economic Development Finance Authority. This organization helps small businesses acquire funds to start-up or expand, and is very responsive to a community need.
- A FB executive officer also provided technical financial expertise as a board member of a local CD housing organization. The organization's mission is to assist LMI individuals and families obtain affordable housing.
- Several bank employees made presentations, or provided technical expertise by sitting on the board for organizations providing financial literacy classes to children primarily from low-and moderate-income families.
- An officer of the bank provided financial and technical expertise by serving on the board of an organization providing workforce development and opportunities in partnership with local economic development organizations.
- An employee of the bank provided financial expertise by providing bookkeeping, marketing, and staffing assistance to an organization offering career development opportunities primarily to LMI individuals.
- A FB employee serves on the board of an organization providing CD services to LMI individuals and families of the AA.

Jefferson County AA (AA2)

- An employee of the bank provided technical expertise by serving as a board member for an organization creating lending opportunities in underserved areas.
- An employee of the bank serves on the board of an organization providing training, resources, and opportunities for home ownership primarily to LMI individuals or families.
- An officer served as a board member for an organization that provides job training, financial literacy, and other CD services to LMI disabled adults.
- An employee of the bank provides technical expertise by serving as a board member for an organization providing meals, housing and job preparation services, and other CD services to LMI individuals and families.
- A FB employee serves as a vice-chair for an organization providing a wide range of CD services to LMI families and individuals.

- Several bank employees made presentations on financial literacy to children primarily from low-and moderate-income families.

Boone, Grant, and Kenton Counties AA (AA3)

- An officer of the bank serves on the board of a State housing finance agency providing affordable housing solutions to LMI families.
- A FB employee provides technical expertise to a Grant County economic development organization.
- An employee of the bank serves on the board of a local affordable rental unit organization.
- A FB employee serves on the board of an organization providing CD services to LMI individuals and families of the AA.
- An officer served on the finance committee of a substance abuse treatment facility that also provides services to LMI individuals ranging from employment, permanent housing, day care, food stamps, and state-issued benefits.
- An officer served on the board of an organization that provides healthcare to low and moderate income individuals.

Non-MSA AA (AA4)

- An officer of the bank served as treasurer for a homeless shelter providing CD services to LMI individuals and families.
- A FB employee provides technical and financial expertise by completing loan documentation reviews for a local affordable housing organization.
- An employee of the bank provides technical and financial expertise as board member of a local economic development corporation.
- Two employees served as board members of an organization providing businesses with resources to expand and grow.
- Another employee provided technical expertise to an economic development corporation serving several counties, including Green, McCreary, Pulaski, and Taylor.
- Two loan officers served as board members of a McCreary County economic development corporation.
- A FB employee served as a board member of an economic development corporation serving Pulaski County.
- Two FB employees provide technical and financial expertise by serving as board members of a local community action agency that provides CD services to LMI individuals.
- An employee of the bank served as a board member for an economic development organization providing resources and opportunities for small businesses in several counties, including Knox, Laurel, McCreary, and Whitley counties.
- A FB employee provided financial services such as establishing new bank accounts, and financial literacy, to residents of a homeless shelter within the AA.
- An employee of FB served as a board member of a Laurel County CD organization providing services to elderly individuals that have income at, or below, the poverty level.
- Many bank employees made financial literacy presentations to children primarily from low-and moderate-income families.

In addition to officer and employee involvement in numerous qualifying CD service activities, FB employees participated in the following program designed to meet the needs of low- to moderate-income individuals within the AAs;

- FB started the New Start Credit program in 2013 to help individuals establish, or re-build, their credit. Under the program, customers are able to borrow from \$1,000 to \$2,500 for terms of 12, 18, or 24 months. The loan proceeds are invested in a FB certificate of deposit with matching terms. The customer makes monthly principal and interest payments to repay the note. When the loan is paid in full, the customer receives the proceeds from the certificate of deposit along with interest earned. FB originated approximately 300 New Start Credit loans during this evaluation period, and 250 were paid in full by the borrowers.

Appendix A: Scope of Examination

The following table identifies the time period covered in this evaluation, affiliate activities that were reviewed, and loan products considered. The table also reflects the MSA(s) and Non-MSA(s) that received comprehensive examination review, designated by the term “full-scope,” and those that received a less comprehensive review, designated by the term “limited-scope”.

Time Period Reviewed:	January 1, 2016 to December 31, 2018	
Bank Products Reviewed:	Home mortgage, small business, community development loans, qualified investments, and community development services	
Affiliate(s)	Affiliate Relationship	Products Reviewed
<i>Abaco Inc.</i>	Investment subsidiary of FB, primary engaged in the management of investment securities.	Qualified Investments
List of Assessment Areas and Type of Examination		
Rating and Assessment Areas	Type of Exam	Other Information
Kentucky		
Lexington-Fayette MSA	Full Scope	This AA only includes Fayette county. The AA does not include Bourbon, Clark, Jessamine, Scott, or Woodford counties.
Louisville-Jefferson County, Kentucky-Indiana MSA	Full Scope	This AA only includes Jefferson county. This AA does not include Bullitt, Henry, Meade, Nelson, Oldham, Shelby, Spencer, Trimble, or any of the Indiana counties in the MSA.
Cincinnati-Middletown MSA-Ohio, Kentucky, and Indiana	Full Scope	This AA only includes Boone, Grant, and Kenton counties in Kentucky. This AA does not include the Kentucky counties of Bracken, Campbell, Gallatin, or Pendleton, or any of the Indiana or Ohio counties located in the MSA.
Non Metropolitan area of South-Central Kentucky: McCreary, Pulaski, Knox, Whitley, Laurel, Green, Taylor, and Madison counties	Full Scope	

Appendix B: Definitions and Common Abbreviations

The following terms and abbreviations are used in this performance evaluation, including the CRA tables. The definitions are intended to provide the reader with a general understanding of the terms, not a strict legal definition.

Affiliate: Any company that controls, is controlled by, or is under common control with another company. A company is under common control with another company if the same company directly or indirectly controls both companies. For example, a bank subsidiary is controlled by the bank and is, therefore, an affiliate.

Aggregate Lending (Aggt.): The number of loans originated and purchased by all reporting lenders (HMDA or CRA) in specified income categories as a percentage of the aggregate number of loans originated and purchased by all reporting lenders in the state/assessment area.

Census Tract (CT): A small, relatively permanent statistical subdivision of a county delineated by a local committee of census data users for the purpose of presenting data. Census tracts nest within counties, and their boundaries normally follow visible features, but may follow legal geography boundaries and other non-visible features in some instances, Census tracts ideally contain about 4,000 people and 1,600 housing units.

Combined Statistical Area (CSA): A geographic entity consisting of two or more adjacent Core Based Statistical Areas with employment interchange measures of at least 15. An employment interchange measure is a measure of ties between two adjacent entities. The employment interchange measure is the sum of the percentage of workers living in the smaller entity who work in the larger entity and the percentage of employment in the smaller entity that is accounted for by workers who reside in the larger entity.

Community Development (CD): Affordable housing (including multifamily rental housing) for low- or moderate-income individuals; community services targeted to low- or moderate-income individuals; activities that promote economic development by financing businesses or farms that meet Small Business Administration Development Company or Small Business Investment Company programs size eligibility standards or have gross annual revenues of \$1 million or less; or activities that revitalize or stabilize low- or moderate-income geographies, distressed or underserved nonmetropolitan middle-income geographies, or designated disaster areas.

Community Reinvestment Act (CRA): The statute that requires the OCC to evaluate a bank's record of meeting the credit needs of its entire community, including LMI areas, consistent with the safe and sound operation of the bank, and to take this record into account when evaluating certain corporate applications filed by the bank.

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, other secured consumer loans, and other unsecured consumer loans.

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, which 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).

Full-Scope Review: Performance under the Lending, Investment, and Service Tests is analyzed considering performance context, quantitative factors (e.g., geographic distribution, borrower distribution, 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 conduct 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, the disposition of the application (e.g., approved, denied, and withdrawn), the lien status of the collateral, any requests for preapproval, and loans for manufactured housing.

Home Mortgage Loans: A closed-end mortgage loan or an open-end line of credit as these terms are defined under 12 CFR 1003.2, and that is not an excluded transaction under 12 CFR 1003.3(c)(1) through (c)(10) and (c)(13).

Household: Includes all persons occupying a housing unit. Persons not living in households are classified as living in group quarters. In 100 percent tabulations, the count of households always equals the count of occupied housing units.

Limited-Scope Review: Performance under the Lending, Investment, and Service Tests is analyzed using only quantitative factors (e.g., geographic distribution, borrower distribution, total number and dollar amount of investments, and branch distribution).

Low-Income Individual: Individual income that is less than 50 percent of the area median income.

Low Income Geography: A census tract with a median family income that is less than 50 percent.

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 state/assessment area.

Median Family Income (MFI): The median income determined by the U.S. Census Bureau every five years and used to determine the income level category of geographies. The median is the point at which half of the families have income above, and half below, a range of incomes. Also, the median income determined by the Federal Financial Institutions Examination Council (FFIEC) annually that is used to

determine the income level category of individuals. For any given area, the median is the point at which half of the families have income above, and half below, a range of incomes.

Metropolitan Division: As defined by Office of Management and Budget, a county or group of counties within a Core Based Statistical Area that contains an urbanized population of at least 2.5 million. A Metropolitan Division consists of one or more main/secondary counties that represent an employment center or centers, plus adjacent counties associated with the main/secondary county or counties through commuting ties.

Metropolitan Statistical Area: An area, defined by the Office of Management and Budget, as a core based statistical area associated with at least one urbanized area that has a population of at least 50,000. The Metropolitan Statistical Area comprises the central county or counties 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.

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 percent 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 percent and less than 80 percent, in the case of a geography.

Multifamily: Refers to a residential structure that contains five or more units.

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 qualified investment is defined as any lawful investment, deposit, membership share, or grant that has as its primary purpose community development.

Rating Area: A rated area is a state or multi-state metropolitan statistical 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 multi-state metropolitan statistical area, the institution will receive a rating for the multi-state metropolitan statistical area.

Small Loan(s) to Business(es): A loan included in 'loans to small businesses' as defined in the Consolidated Report of Condition and Income (Call Report) instructions. These loans have original amounts of \$1 million or less and typically are either secured by nonfarm or nonresidential real estate or are classified as commercial and industrial loans.

Small Loan(s) to Farm(s): 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, or are classified as loans to finance agricultural production and other loans to farmers.

Tier 1 Capital: The total of common shareholders' equity, perpetual preferred shareholders' equity with non-cumulative dividends, retained earnings and minority interests in the equity accounts of consolidated subsidiaries.

Upper-Income: Individual income that is at least 120 percent of the area median income, or a median family income that is at least 120 percent, in the case of a geography.

Appendix C: Tables of Performance Data

Content of Standardized Tables

A separate set of tables is provided for each state. All multistate metropolitan statistical areas, if applicable, are presented in one set of tables. References to the “bank” include activities of any affiliates that the bank provided for consideration (refer to appendix A: Scope of the Examination). For purposes of reviewing the Lending Test tables, the following are applicable: (1) purchased are treated as originations; and (2) “aggregate” is the percentage of the aggregate number of reportable loans originated and purchased by all HMDA or CRA-reporting lenders in the MMSA/assessment area. Deposit data are compiled by the FDIC and are available as of June 30th of each year. Tables without data are not included in this PE.

The following is a listing and brief description of the tables included in each set:

- Table O. Assessment Area Distribution of Home Mortgage Loans by Income Category of the Geography** - Compares the percentage distribution of the number of loans originated and purchased by the bank in low-, moderate-, middle-, and upper-income geographies to the percentage distribution of owner-occupied housing units throughout those geographies. The table also presents aggregate peer data for the years the data is available.
- Table P. Assessment Area Distribution of Home Mortgage Loans by Income Category of the Borrower** - Compares the percentage distribution of the number of loans originated and purchased by the bank to low-, moderate-, middle-, and upper-income borrowers to the percentage distribution of families by income level in each MMSA/assessment area. The table also presents aggregate peer data for the years the data is available.
- Table Q. Assessment Area Distribution of Loans to Small Businesses by Income Category of the Geography** - The percentage distribution of the number of small loans (less than or equal to \$1 million) to businesses that were originated and purchased by the bank in low-, moderate-, middle-, and upper-income geographies compared to the percentage distribution of businesses (regardless of revenue size) in those geographies. Because aggregate small business data are not available for geographic areas smaller than counties, it may be necessary to compare bank loan data to aggregate data from geographic areas larger than the bank’s assessment area.

Table R. Assessment Area Distribution of Loans to Small Businesses by Gross Annual Revenue - Compares the percentage distribution of the number of small loans (loans less than or equal to \$1 million) originated and purchased by the bank to businesses with revenues of \$1 million or less to: 1) the percentage distribution of businesses with revenues of greater than \$1 million; and, 2) the percentage distribution of businesses for which revenues are not available. The table also presents aggregate peer small business data for the years the data is available.

Table O: Assessment Area Distribution of Home Mortgage Loans by Income Category of the Geography																2016		
Total Home Mortgage Loans			Low-Income Tracts			Moderate-Income Tracts			Middle-Income Tracts			Upper-Income Tracts			Not Available-Income Tracts			
	#	\$	% of Total	% of Owner-Occupied Housing Units	% Bank Loans	Aggregate	% of Owner-Occupied Housing Units	% Bank Loans	Aggregate	% of Owner-Occupied Housing Units	% Bank Loans	Aggregate	% of Owner-Occupied Housing Units	% Bank Loans	Aggregate	% of Owner-Occupied Housing Units	% Bank Loans	Aggregate
Forcht Bank Fayette County KY 2017	86	15,133	13.0	6.5	4.7	5.6	17.9	12.8	14.3	33.6	34.9	33.6	42.0	47.7	46.6	0.0	0.0	0.0
Forcht Bank Jefferson Co KY 2017	111	17,680	16.8	7.3	4.5	3.9	13.3	14.4	10.8	42.5	55.9	41.1	37.0	25.2	44.2	0.0	0.0	0.0
Forcht Bank Boone Grant Kenton Co KY 2017	108	15,504	16.3	0.0	0.0	0.0	28.4	83.3	19.2	33.5	11.1	34.0	38.1	5.6	46.7	0.0	0.0	0.0
Forcht Bank KY Non MSA AA 2017	356	41,861	53.9	2.0	1.1	0.4	19.6	18.0	12.4	58.3	61.2	54.5	20.1	19.7	32.6	0.0	0.0	0.0
Total	661	90,178	100.0	5.3	2.0	3.3	17.0	27.4	12.8	43.5	48.7	40.3	34.2	21.9	43.5	0.0	0.0	0.0

Source: 2010 ASC Census; 01/01/2016 – 12/31/2016 Bank Data, 2016 HMDA Aggregate Data, “-” data not available data not available. Due to rounding, totals may not equal 100.0

Table O: Assessment Area Distribution of Home Mortgage Loans by Income Category of the Geography																2017-18		
Total Home Mortgage Loans			Low-Income Tracts			Moderate-Income Tracts			Middle-Income Tracts			Upper-Income Tracts			Not Available-Income Tracts			
	#	\$	% of Total	% of Owner-Occupied Housing Units	% Bank Loans	Aggregate	% of Owner-Occupied Housing Units	% Bank Loans	Aggregate	% of Owner-Occupied Housing Units	% Bank Loans	Aggregate	% of Owner-Occupied Housing Units	% Bank Loans	Aggregate	% of Owner-Occupied Housing Units	% Bank Loans	Aggregate
Forcht Bank Fayette County KY 2017	102	24,471	10.4	6.3	2.9	4.8	16.2	3.9	16.3	35.2	35.3	34.5	42.3	57.8	44.4	0.0	0.0	0.0
Forcht Bank Jefferson Co KY 2017	176	35,286	18.0	6.0	5.1	4.1	17.9	27.3	15.8	36.8	49.4	38.6	39.2	18.2	41.3	0.1	0.0	0.2
Forcht Bank Boone Grant Kenton Co KY 2017	217	42,239	22.2	4.9	2.3	4.1	18.3	49.3	16.2	47.6	37.8	49.8	29.2	10.6	29.9	0.0	0.0	0.0
Forcht Bank KY Non MSA AA 2017	482	67,735	49.3	1.8	1.0	0.9	21.7	13.9	14.4	57.9	73.0	55.9	18.5	12.0	28.9	0.0	0.0	0.0
Total	977	164,731	100.0	5.0	2.3	3.9	18.4	23.1	15.8	42.8	57.0	42.4	33.7	17.6	37.9	0.0	0.0	0.1

Source: 2015 ASC Census; 01/01/2017 – 12/31/2018 Bank Data, 2017 HMDA Aggregate Data, “- -“ data not available data not available. Due to rounding, totals may not equal 100.0

Table P: Assessment Area Distribution of Home Mortgage Loans by Income Category of the Borrower																2016		
	Total Home Mortgage Loans			Low-Income Borrowers			Moderate-Income Borrowers			Middle-Income Borrowers			Upper-Income Borrowers			Not Available-Income Borrowers		
	#	\$	% of Total	% of Families	% Bank Loans	Aggregate	% of Families	% Bank Loans	Aggregate	% of Families	% Bank Loans	Aggregate	% of Families	% Bank Loans	Aggregate	% of Families	% Bank Loans	Aggregate
Forcht Bank Fayette Co KY 2016	86	15,133	13.0	22.6	2.3	7.2	15.2	11.6	16.5	18.9	24.4	20.3	43.3	45.3	37.6	0.0	16.3	18.4
Forcht Bank Jefferson Co KY 2016	111	17,680	16.8	23.1	5.4	9.6	17.3	13.5	19.2	19.8	22.5	19.0	39.8	39.6	33.3	0.0	18.9	19.0
Forcht Bank Boone Grant Co KY 2016	108	15,504	16.3	18.1	10.2	6.6	16.7	19.4	18.7	22.2	22.2	20.3	43.0	38.0	35.5	0.0	10.2	18.9
Forcht Bank KY NonMSA AA 2016	356	41,861	53.9	24.4	6.2	4.0	16.8	15.2	13.1	18.6	19.1	18.9	40.2	55.9	43.1	0.0	3.7	20.8
Total	661	90,178	100.0	22.8	6.2	7.9	16.7	15.1	17.7	19.6	20.9	19.4	40.8	48.9	35.8	0.0	8.9	19.1

Source: 2010 U.S Census; 01/01/2016 – 12/31/2016 Bank Data, 2016 HMDA Aggregate Data, “-” data not available.
Due to rounding, totals may not equal 100.0

Table P: Assessment Area Distribution of Home Mortgage Loans by Income Category of the Borrower																2017-18		
	Total Home Mortgage Loans			Low-Income Borrowers			Moderate-Income Borrowers			Middle-Income Borrowers			Upper-Income Borrowers			Not Available-Income Borrowers		
	#	\$	% of Total	% of Families	% Bank Loans	Aggregate	% of Families	% Bank Loans	Aggregate	% of Families	% Bank Loans	Aggregate	% of Families	% Bank Loans	Aggregate	% of Families	% Bank Loans	Aggregate
Forcht Bank Fayette Co KY 2017	102	24,471	20.4	23.3	2.0	6.3	15.7	15.7	18.1	18.3	18.6	19.0	42.6	42.2	37.7	0.0	21.6	18.9
Forcht Bank Jefferson Co KY 2017	176	35,286	18.0	23.0	7.4	9.3	17.5	15.9	21.4	19.1	10.8	19.5	40.4	38.1	33.2	0.0	21.6	18.9
Forcht Bank Boone Grant Kenton Co KY 2017	217	42,239	22.2	20.8	10.1	9.9	17.7	13.8	22.4	21.4	18.9	20.3	40.1	41.5	29.8	0.0	15.7	17.5
Forcht Bank KY NonMSA AA 2017	482	62,735	49.3	25.8	5.0	3.7	16.5	16.4	13.0	18.4	25.9	20.1	39.3	45.0	42.6	0.0	7.7	20.6
Total	977	164,731	100.0	23.2	6.2	8.2	17.1	15.7	19.9	19.3	20.9	19.7	40.5	42.7	34.5	0.0	14.5	17.8

Source: 2015 U.S Census; 01/01/2017 – 12/31/2018 Bank Data, 2017 HMDA Aggregate Data, “-” data not available.
Due to rounding, totals may not equal 100.0

Table Q: Assessment Area Distribution of Loans to Small Businesses by Income Category of the Geography **2016**

Assessment Area:	Total Loans to Small Businesses				Low-Income Tracts			Moderate-Income Tracts			Middle-Income Tracts			Upper-Income Tracts			Not Available- Income Tracts		
	#	\$	% of Total	Overall Market	% Businesses	% Bank Loans	Aggregate	% Businesses	% Bank Loans	Aggregate	% Businesses	% Bank Loans	Aggregate	% Businesses	% Bank Loans	Aggregate	% Businesses	% Bank Loans	Aggregate
Forcht Bank Fayette County KY	26	6,524	12.9	6,551	9.7	11.5	10.8	21.8	15.4	18.8	33.3	42.3	32.2	35.2	30.8	38.2	0.0	0.0	0.0
Forcht Bank Jefferson County KY	35	7,221	17.3	15,053	15.2	11.4	12.9	13.2	2.9	12.8	30.2	65.7	29.0	41.0	20.0	44.9	0.4	0.0	0.5
Forcht Bank Boone Grant Kenton Co KY	28	3,885	13.9	2,391	0.0	0.0	0.0	40.8	85.7	37.4	32.6	10.7	32.5	26.2	3.6	30.1	0.5	0.0	0.0
Forcht Bank KY NonMSA AA	113	7,791	55.9	3,177	1.6	0.9	0.5	12.8	15.9	11.2	65.2	77.9	62.6	20.4	5.3	25.7	0.0	0.0	0.0
Total	202	25,421	100.0	27,172	10.4	4.0	9.8	17.4	23.3	16.3	36.9	61.9	34.0	35.0	10.9	39.7	0.3	0.0	0.3

Source: 2016 D&B Data; 01/01/2016 - 12/31/202016 Bank Data; "--" data not available.
 Due to rounding, totals may not equal 100.0

Table Q: Assessment Area Distribution of Loans to Small Businesses by Income Category of the Geography **2017-18**

Assessment Area:	Total Loans to Small Businesses				Low-Income Tracts			Moderate-Income Tracts			Middle-Income Tracts			Upper-Income Tracts			Not Available- Income Tracts		
	#	\$	% of Total	Overall Market	% Businesses	% Bank Loans	Aggregate	% Businesses	% Bank Loans	Aggregate	% Businesses	% Bank Loans	Aggregate	% Businesses	% Bank Loans	Aggregate	% Businesses	% Bank Loans	Aggregate
Forcht Bank Fayette County KY	60	8,126	37.7	6,480	7.7	3.3	6.7	16.2	13.3	17.2	41.3	45.0	40.0	34.8	38.3	36.0	0.0	0.0	0.0
Forcht Bank Jefferson County KY	46	9,398	23.6	14,667	8.9	4.3	8.4	16.0	26.1	16.6	27.5	39.1	27.9	42.1	26.1	42.4	5.5	4.3	4.7
Forcht Bank Boone Grant Kenton Co KY	55	8,126	28.2	4,544	5.8	0.0	7.0	28.2	56.4	28.1	39.6	34.5	38.4	26.0	9.1	26.3	0.3	0.0	0.2
Forcht Bank KY NonMSA AA	193	18,768	54.5	3,070	1.6	0.0	0.6	14.4	26.9	14.9	65.8	64.2	63.7	18.2	8.8	20.7	0.0	0.0	0.0
Total	354	52,146	100.0	28,761	7.1	1.1	6.9	17.8	29.1	18.4	38.0	53.1	36.1	34.4	16.1	36.1	2.7	0.6	2.4

Source: 2018 D&B Data; 01/01/2017 - 12/31/202018 Bank Data; "--" data not available.
 Due to rounding, totals may not equal 100.0

Table R: Assessment Area Distribution of Loans to Small Businesses by Gross Annual Revenues										2016	
Assessment Area:	Total Loans to Small Businesses				Businesses with Revenues <= 1MM			Businesses with Revenues > 1MM		Businesses with Revenues Not Available	
	#	\$	% of Total	Overall Market	% Businesses	% Bank Loans	Aggregate	% Businesses	% Bank Loans	% Businesses	% Bank Loans
Forcht Bank Fayette Co KY 2017	26	6,524	12.9	6,551	81.6	50.0	45.7	6.4	30.8	12.0	19.2
Forcht Bank Jefferson Co KY 2017	35	7,221	17.3	15,053	81.8	77.1	46.3	7.0	22.9	11.3	0.0
Forcht Bank Boone Grant Kenton Co KY 2017	28	3,885	13.9	2,391	79.4	82.1	50.6	6.1	10.7	14.5	7.1
Forcht Bank KY NonMSA AA 2017	113	7,791	55.9	3,177	81.7	76.1	44.4	5.0	10.6	13.3	13.3
Total	202	25,421	100.0	27,172	81.5	73.8	46.3	6.5	15.3	12.1	10.9
<i>Source: 2016 D&B Data; 01/01/2016 - 12/31/2016 Bank Data; "--" data not available. Due to rounding, totals may not equal 100.0</i>											

Table R: Assessment Area Distribution of Loans to Small Businesses by Gross Annual Revenues										2017-18	
Assessment Area:	Total Loans to Small Businesses				Businesses with Revenues <= 1MM			Businesses with Revenues > 1MM		Businesses with Revenues Not Available	
	#	\$	% of Total	Overall Market	% Businesses	% Bank Loans	Aggregate	% Businesses	% Bank Loans	% Businesses	% Bank Loans
Forcht Bank Fayette Co KY 2017	60	15,854	16.9	6,480	82.0	56.7	50.3	6.2	43.3	13.1	3.6
Forcht Bank Jefferson Co KY 2017	46	9,398	13.0	14,667	81.7	87.0	51.6	7.0	13.0	11.3	0.0
Forcht Bank Boone Grant Kenton Co KY 2017	55	8,126	15.5	4,544	81.0	72.7	54.5	5.9	23.6	13.1	3.6
Forcht Bank KY NonMSA AA 2017	193	187,768	54.5	3,070	80.7	71.0	45.8	5.1	14.0	14.2	15.0
Total	354	52,146	100.0	28,761	81.5	70.9	51.1	6.4	20.3	12.1	8.8
<i>Source: 2018 D&B Data; 01/01/2017 - 12/31/2018 Bank Data; "--" data not available. Due to rounding, totals may not equal 100.0</i>											