



PUBLIC DISCLOSURE

November 12, 2019

COMMUNITY REINVESTMENT ACT PERFORMANCE EVALUATION

Texan Bank, National Association
Charter Number 25114

12941 Gulf Freeway
Houston, TX 77034

Office of the Comptroller of the Currency

1301 McKinney Street
Suite 1410
Houston, TX 77010-3031

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

SCOPE OF THE EVALUATION 3

DISCRIMINATORY OR OTHER ILLEGAL CREDIT PRACTICES REVIEW 4

STATE RATING 5

 STATE OF TEXAS5

APPENDIX A: SCOPE OF EXAMINATION.....A-1

APPENDIX B: SUMMARY OF MMSA AND STATE RATINGS.....B-1

APPENDIX C: DEFINITIONS AND COMMON ABBREVIATIONS.....C-1

APPENDIX D: TABLES OF PERFORMANCE DATA.....D-1

Overall CRA Rating

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

The lending test is rated: Satisfactory

The major factors that support this rating include:

- A majority of the sampled loans to small businesses, 61.9 percent by number, were originated or renewed within the assessment area (AA);
- The loan-to-deposit (LTD) ratio is more than reasonable; and
- The overall distribution of loans to small businesses by revenue reflects reasonable penetration.

Loan-to-Deposit Ratio

Considering the bank's size, financial condition, and credit needs of the AA, the LTD ratio is more than reasonable.

Texan Bank's quarterly average LTD ratio from January 1, 2016 through December 31, 2018 averaged 91.3 percent and exceeded the LTD ratios of similarly sized institutions. Texan Bank's LTD ratio had an average high of 103.1 percent in the second quarter of 2018. We compared the bank's LTD ratio to three similarly situated (peer group) banks located in Brazoria and Harris counties ranging in total asset sizes from \$287.5 million to \$445.9 million. The peer group bank's average LTD ratio was 87.4 percent, with a high average ratio of 99.4 percent and a low average ratio of 69.2 percent.

Lending in Assessment Area

A majority of the bank's loans are inside its AA.

During the evaluation period, the bank originated or renewed 61.9 percent of the sampled loans inside the bank's AA. We relied on bank loan data for the period January 1, 2016 through December 31, 2018 for all loans subject to the Home Mortgage Disclosure Act (HMDA) and 87 sampled loans to small businesses that were originated or renewed. This analysis is performed at the bank, rather than the AA, level.

Table D - 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										
2016	9	60.0	6	40.0	15	2,744	34.9	5,113	65.1	7,857
2017	18	94.7	1	5.3	19	7,083	97.9	154	2.1	7,237
2018	11	52.3	10	47.7	21	2,920	43.4	3,809	56.6	6,729
Subtotal Hm Mtg	38	69.1	17	30.9	55	12,747	58.4	9,076	41.6	21,823
Small Business										
2016	24	60.0	16	40.0	40	15,357	46.6	17,619	53.4	32,976
2017-2018	26	55.3	21	44.7	47	16,933	67.2	8,261	32.8	25,194
Subtotal SB	50	57.5	37	42.5	87	32,290	55.5	25,880	44.5	58,170
Total	88	61.9	54	38.1	142	45,037	56.3	34,956	43.7	79,993
<i>Source: Evaluation Period: 1/1/2016 - 12/31/2018 Bank Data Due to rounding, totals may not equal 100.0</i>										

Description of Institution

Texan Bank is a community bank headquartered at 12941 Gulf Freeway in Houston, Texas. The bank is wholly owned by Friendswood Capital Corporation, a Texas holding company. Texan Bank is comprised of one AA within the state of Texas. The AA contains a total of 527 census tracts (CTs) within four contiguous counties, which includes Brazoria, Fort Bend, Galveston, and Harris counties. There are two full service branch locations in Fort Bend County and Galveston County, with two limited service branches in Harris County. All branch locations provide lobby and drive-through services Monday through Friday, with reasonable hours of operation of 8:30 am to 5:00 pm and drive through hours of 8:00 am to 5:30 pm. There were no branch openings or closings during the evaluation period.

The bank provides a comprehensive line of loan and deposit products and other banking services. Personal loan products include lines of credit, installment loans, home purchase loans, home improvement loans, home refinance loans, home equity term loans, and residential construction loans. Business loan products include commercial real estate loans, commercial construction loans, working capital loans, term loans, accounts receivable financing, equipment financing, small business administration (SBA) loans, letters of credit, and revolving lines of credit.

Deposit products for personal accounts include interest checking, free checking, personal savings, money market, Texan Legends Money Market, Lil' Texans Savings, certificate of deposits, Texan Legends certificates of deposit, individual retirement accounts (IRAs), and Texan Legends IRA. Business account products include All Business Complete Checking, Business Analyzed Checking, Business Interest Checking, Business Savings, and Business Money Market.

Other services include, but are not limited to, VISA debit cards, bank by mail, night depository, safe deposit boxes, domestic and international funds transfers, online banking and bill pay, eStatements, mobile banking, remote deposit capture, check imaging, automated teller machines, night drop, cashier's checks, direct deposits, Positive Pay, notary services, automated clearing house services, lockbox, and merchant services.

As of December 31, 2018, the bank had approximately \$298.8 million in assets and a tier 1 leverage ratio of 13.1 percent. There are currently no legal or financial circumstances impeding the bank's ability to meet the credit needs of its AA. The bank was rated Satisfactory at its previous CRA evaluation, dated February 25, 2015.

Scope of the Evaluation

Evaluation Period/Products Evaluated

We completed a review of the bank's CRA performance in its AA using Small Bank standards for assessing performance, which includes a lending test. The lending test evaluates the bank's record of meeting the credit needs of its AA through its lending activities. For this evaluation, we identified commercial loans as the bank's primary product. As of December 31, 2018, commercial loans represented 76.7 percent of net loans and leases. The evaluation period for the lending test is January 1, 2016 through December 31, 2018 and includes a random sample of 50 loans to small businesses. Our random sample totaled \$32.3 million, which included 24 loans originated/renewed in 2016 totaling \$15.4 million and 26 loans originated /renewed in 2017 and 2018 totaling \$16.9 million.

This performance evaluation is based on 2010 U.S. census data and the updated 2015 American Community Survey (ACS) demographic information. The 2015 ACS U.S. census applies to loan data beginning in year 2017, while the 2010 U.S. census applies to year 2016 loan data. Given that comparative data was different for year 2016 versus 2017 through 2018 due to census changes and the change of the income level of CTs, we analyzed 2016 loan data separately from 2017 and 2018.

Selection of Areas for Full-Scope Review

For purposes of this evaluation, bank delineated AAs located within the same metropolitan statistical area (MSA) are combined and evaluated as a single AA. These combined AAs may be evaluated as full- or limited-scope. Refer to the "Scope" section under the State Rating for details regarding how the full-scope AA was selected. Refer to appendix A, Scope of Examination, for a list of full- and limited-scope AAs.

Ratings

As there is only one MSA in the bank's AA, the bank's overall rating is based solely on the full-scope review.

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 bank has engaged in discriminatory or other illegal credit practices that require consideration in this evaluation.

The OCC will consider any information that this bank engaged in discriminatory or other illegal credit practices, identified by or provided to the OCC before the end of the bank'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 Texas

CRA rating for the State of Texas: Satisfactory The Lending Test is rated: Satisfactory

The major factors that support this rating include:

- A majority of the sampled loans to small businesses, 61.9 percent by number, originated/renewed within the AA;
- An excellent geographic distribution of loans to small businesses;
- A reasonable distribution of loans to small businesses of different sizes; and
- No CRA related complaints during the evaluation period.

Description of Institution's Operations in Texas

Texan Bank operates exclusively in the state of Texas as described in the Description of Institution section of this Performance Evaluation. The bank's primary business focus is commercial lending. Texan Bank has a home office and three branches all located in the Houston-The Woodlands-Sugar Land MSA.

As of December 31, 2018, Texan Bank reported total assets of \$298.8 million, net loans and leases of \$243.4 million or 81.5 percent of total assets, and total deposits of \$252.4 million. Tier 1 capital represented 13.1 percent of risk-weighted assets. We identified business loans as the bank's primary product since business loans represented 76.7 percent of net loans and leases by dollar and 61.1 percent by number.

According to the Federal Deposit Insurance Corporation (FDIC) Deposit Market Share Report dated June 30, 2018, Texan Bank held deposits of \$219.7 million, which represented 0.11 percent of the AA deposit market share among depository institutions in the rating area. Competitors include other local community banks located within its markets and large banks that have a nationwide footprint. The largest depository institutions were JP Morgan Chase Bank, NA, Wells Fargo Bank, NA, and Bank of America, NA which held a combined 62.1 percent market share.

Community Contacts

We identified two community contacts to determine credit needs. One contact was a business office that promotes the success of small businesses and disenfranchised individuals, while the other contact was a multicounty organization that coordinates local governments to improve the health, safety, and general welfare of citizens. Primary community needs identified were lending to small businesses, affordable home lending, and an opportunity for business expansion and retention.

Houston-The Woodlands-Sugarland MSA AA

Table A – Demographic Information of the Assessment Area						
Assessment Area: Texan Bank AA 2018						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts)	527	17.1	26.9	18.4	36.2	1.3
Population by Geography	2,966,725	14.0	25.8	18.5	41.1	0.6
Housing Units by Geography	1,164,061	14.8	24.7	17.8	42.2	0.5
Owner-Occupied Units by Geography	587,609	5.9	20.7	19.6	53.6	0.1
Occupied Rental Units by Geography	464,251	23.4	29.1	16.4	30.1	1.0
Vacant Units by Geography	112,201	25.4	27.5	14.2	32.3	0.6
Businesses by Geography	256,030	10.7	16.6	15.1	57.3	0.3
Farms by Geography	3,145	6.8	14.0	16.2	62.7	0.2
Family Distribution by Income Level	705,575	24.3	15.2	15.8	44.8	0.0
Household Distribution by Income Level	1,051,860	25.1	15.2	16.0	43.7	0.0
Median Family Income MSA - 26420 Houston-The Woodlands- Sugar Land, TX MSA		\$69,373	Median Housing Value			\$202,278
			Median Gross Rent			\$994
			Families Below Poverty Level			12.8%
<i>Source: 2015 ACS 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.</i>						

Scope of Evaluation in Texas

As the bank only has one AA, the Houston-The Woodlands-Sugar Land MSA will receive a full-scope review. The AA includes parts of Harris County, Galveston County, Fort Bend County, and Brazoria County. The composition of the AA is detailed above in Table A.

LENDING TEST

The bank's performance under the lending test in Texas is rated Satisfactory.

Based on a full-scope review, the bank's lending performance in the state of Texas is reasonable.

Distribution of Loans by Income Level of the Geography

The bank exhibits an excellent geographic distribution of loans to small businesses in the full-scope AA.

Small Loans to Businesses

Refer to Table Q in the state of Texas section of appendix D for the facts and data used to evaluate the geographic distribution of the bank's originations/renewals of small loans to businesses.

During the 2016 evaluation period, the distribution of the bank's small loans to businesses in low- or moderate-income (LMI) geographies reflects reasonable dispersion. The percentage of small loans to businesses in low-income geographies exceeds the businesses and the aggregate distribution of loans located in those geographies. The percentage of small loans to businesses in moderate-income geographies is lower than the businesses and the aggregate distribution of loans located in those geographies.

For the years 2017 through 2018, the distribution of the bank's small loans to businesses in LMI geographies reflects excellent dispersion. The percentage of small loans to businesses in low-income geographies exceeds the businesses and the aggregate distribution located in those geographies. The percentage of small loans to businesses in moderate-income geographies exceeds the businesses and the aggregate distribution located in those geographies.

Distribution of Loans by Income Level of the Borrower

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

Small Loans to Businesses

Refer to Table R in the state of Texas section of appendix D for the facts and data used to evaluate the borrower distribution of the bank's originations and renewals of small loans to businesses.

During the 2016 evaluation period, the distribution of the bank's small loans to businesses with revenues less than or equal to \$1 million is reasonable. The bank's proportion of loans was weaker than the proportion of small loans to businesses and exceeds the aggregate distribution of loans to those businesses.

During the 2017 through 2018 evaluation period, the distribution of the bank's small loans to businesses with revenues less than or equal to \$1 million is reasonable. The bank's proportion of loans was weaker than the proportion of small loans to businesses and exceeds the aggregate distribution of loans to those businesses.

Lending Gap Analysis

We did not identify any unexplained conspicuous gaps in our analysis.

Responses to Complaints

The bank did not receive any CRA related complaints during the evaluation period.

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 MSAs and non-MSAs 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:	01/01/16 to 12/31/18	
Bank Products Reviewed:	Small Business	
Affiliate(s)	Affiliate Relationship	Products Reviewed
None		None
List of Assessment Areas and Type of Examination		
Rating and Assessment Areas	Type of Exam	Other Information
Texas		
Houston-The Woodlands-Sugar Land AA	Full-scope	Brazoria County, Fort Bend County, Galveston County, & Harris County

Appendix B: Summary of State Ratings

RATINGS		Texan Bank, National Association	
Overall Bank:		Lending Test Rating	
Texan Bank, NA		Satisfactory	
Texas:			
Houston-The Woodlands-Sugar Land AA		Satisfactory	

Appendix C: 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/AA.

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. CTs nest within counties, and their boundaries normally follow visible features, but may follow legal geography boundaries and other nonvisible features in some instances. CTs 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 LMI individuals; activities that promote economic development by financing businesses or farms that meet SBA 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 LMI 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 nonrelatives 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 CT delineated by the U.S. 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 MSA 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 CT 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/AA.

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 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 (MSA): 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 MSA 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 multistate metropolitan statistical area (MMSA). 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 MMSA, the institution will receive a rating for the MMSA.

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 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 noncumulative 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 D: Tables of Performance Data

Content of Standardized Tables

A separate set of tables is provided for each state. All MMSAs, 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/AA. 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 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 AA.

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.

2016																			
Table Q: Assessment Area Distribution of Loans to Small Businesses by Income Category of the Geography																			
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
Texan Bank AA 2016	24	15,357	100.0	81,725	8.5	25.0	8.2	18.1	8.3	17.3	17.8	20.8	17.5	55.5	45.9	56.9	0.1	0.0	0.0
Total	24	15,357	100.0	81,725	8.5	25.0	8.2	18.1	8.3	17.3	17.8	20.8	17.5	55.5	45.8	56.9	0.1	0.0	0.0

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

2017-18																			
Table Q: Assessment Area Distribution of Loans to Small Businesses by Income Category of the Geography																			
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
Texan Bank AA 2017-2018	26	16,933	100.0	78,190	10.7	11.5	11.3	16.6	42.3	16.6	15.1	15.4	15.1	57.3	30.8	56.7	0.3	0.0	0.3
Total	26	16,933	100.0	78,190	10.7	11.5	11.3	16.6	42.3	16.6	15.1	15.4	15.1	57.3	30.8	56.7	0.3	0.0	0.3

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

2016											
Table R: Assessment Area Distribution of Loans to Small Businesses by Gross Annual Revenues											
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
Texan Bank AA 2016	24	15,357	100.0	81,725	85.3	54.2	41.3	5.9	45.8	8.8	0.0
Total	24	15,357	100.0	81,725	85.3	54.2	41.3	5.9	45.8	8.8	0.0
<i>Source: 2016 D&B Data; 01/01/2016 - 12/31/2016 Bank Data; 2016 CRA Aggregate Data, "--" data not available. Due to rounding, totals may not equal 100.0</i>											

2017-18											
Table R: Assessment Area Distribution of Loans to Small Businesses by Gross Annual Revenues											
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
Texan Bank AA 2017-2018	26	16,933	100.0	78,190	85.6	57.7	47.2	5.8	42.3	8.6	0.0
Total	26	16,933	100.0	78,190	85.6	57.7	47.2	5.8	42.3	8.6	0.0
<i>Source: 2018 D&B Data; 01/01/2017 - 12/31/2018 Bank Data; 2017 CRA Aggregate Data, "--" data not available. Due to rounding, totals may not equal 100.0</i>											