



**Comptroller of the Currency
Administrator of National Banks**

Southern District Licensing
500 North Akard Street, Suite 1600
Dallas, Texas 75201-3323

**Conditional Approval #981
December 2010**

November 16, 2010

Royce Fletcher, CEO
Texas National Bank of Jacksonville
300 Neches Street
Jacksonville, TX 75766

Re: Conditional Branch Approval for Texas National Bank of Jacksonville,
Jacksonville, Texas 75766
Application Control No.: 2010-SO-05-0063

Dear Mr. Fletcher:

On November 16, 2010, the Comptroller of the Currency (OCC) conditionally approved the proposed branch application for the subject bank to establish a branch at **2133 West Grande Boulevard, Tyler, Texas 75703**, pursuant to 12 USC 36. Prior to opening this branch, the bank must achieve a minimum Tier One Leverage ratio of 8.0% and a minimum Total Risk Based Capital ratio of 12.0%.

This approval is granted based on a thorough review of all information available, including the representations and commitments made in the application and by the bank's representatives. I also considered the bank's compliance with the Community Reinvestment Act, any state law limitations, capital requirements, the National Environmental Policy Act, and the National Historic Preservation Act.

This branch approval is subject to the following conditions:

- The bank must maintain a minimum Tier One Leverage ratio of 8.0%;
- The bank must maintain a minimum Total Risk Based Capital ratio of 12.0%.

Conditions are subject to 12 USC 1818 and continue to be in effect after opening. The conditions of this approval are conditions "imposed in writing by a Federal banking agency in connection with any action on any application, notice, or other request" within the meaning of 12 USC 1818. As such, the conditions are enforceable under 12 USC 1818.

Royce Fletcher
November 16, 2010
Page 2

In the event you choose to close this branch, a 90-day advance notice of proposed branch closing must be submitted to the OCC pursuant to 12 USC 1831r1. Following the close of the branch office, a final closing notice should be submitted to this office.

This approval and the activities and communications by OCC employees in connection with the filing do not constitute a contract, expressed or implied, or any other obligation binding upon the OCC, the United States, any agency or entity of the United States, or any officer or employee of the United States, and do not affect the ability of the OCC to exercise its supervisory, regulatory and examination authorities under applicable law and regulations. Our approval is based on the bank's representations, submissions, and information available to the OCC as of this date. The OCC may modify, suspend or rescind this approval if a material change in the information on which the OCC relied occurs prior to the date of the transaction to which this decision pertains. The foregoing may not be waived or modified by any employee or agent of the OCC or the United States.

A separate letter is enclosed requesting your feedback on how we handled the referenced application. We would appreciate your response so that we may improve our service. Should you have any questions, please contact me at (214) 720-7052 or Roberta Wilhelm, Licensing Applications Technician at (214) 720-7065.

Sincerely,

signed

Karen H. Bryant
Director for District Licensing

Enclosure