

**TOUCHMARK BANCSHARES, INC.
AND SUBSIDIARY**

**Consolidated Balance Sheet
June 30, 2015 and December 31, 2014
(Unaudited)**

<u>ASSETS</u>	<u>2015</u>	<u>2014</u>
Cash and due from banks	\$ 1,114,351	\$ 1,897,289
Federal funds sold	-	-
Interest-bearing accounts with other banks	3,067,283	3,743,360
Investment securities:	27,568,082	30,198,015
Restricted stock	1,331,550	1,384,950
Loan held for sale	-	-
Loans	136,930,264	116,773,504
Accrued interest receivable	449,960	400,761
Premises and equipment	1,507,207	1,568,695
Foreclosed real estate	525,000	665,000
Land held for sale	1,650,000	1,900,000
Deferred Tax	2,998,952	3,371,425
Other assets	527,428	348,530
Total assets	\$ 177,670,077	\$ 162,251,529
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>		
Liabilities:		
Deposits:		
Non-interest bearing demand	\$ 15,225,295	\$ 10,907,333
Interest-bearing	123,450,221	111,846,608
Total deposits	138,675,516	122,753,941
Accrued interest payable	30,483	29,566
Federal Home Loan Bank advances	7,250,000	7,750,000
Federal funds purchased	381,000	761,000
Other liabilities	322,698	345,925
Total liabilities	\$ 146,659,697	\$ 131,640,432
Shareholders' Equity		
Preferred stock, no par value, 10,000,000 shares authorized, none issued	-	-
Common stock	34,654	34,654
Paid in capital	36,259,945	36,258,446
Accumulated deficit	(5,268,565)	(5,768,933)
Accumulated other comprehensive income	(15,654)	86,930
Total shareholders' equity	\$ 31,010,380	\$ 30,611,097
Total liabilities and shareholders' equity	\$ 177,670,077	\$ 162,251,529

**TOUCHMARK BANCSHARES, INC.
AND SUBSIDIARY**

**Condensed Statement of Income
For the Six Monthes Ended June 30, 2015 and 2014
(Unaudited)**

	<u>2015</u>	<u>2014</u>
Net interest income	2,951,497	2,217,359
Provision for loan losses	300,000	255,000
Net interest income after provision for loan losses	<u>2,651,497</u>	<u>1,962,359</u>
Total noninterest income	1,485,454	854,415
Total noninterest expense	3,194,521	2,200,498
Net income before taxes	<u>942,430</u>	<u>616,276</u>
Income tax benefit (expense)	<u>(330,000)</u>	<u>(229,000)</u>
Net income	<u><u>612,430</u></u>	<u><u>387,276</u></u>

Key Ratios

Basic Earnings Per Share	\$ 0.18	\$ 0.11
Diluted Earnings Per Share	\$ 0.18	\$ 0.11
Dividends Per Share	\$ -	\$ -
Book Value Per Share	\$ 8.95	\$ 8.70
Return on Average Assets	1.44%	0.55%
Return on Average Equity	7.95%	2.60%
Efficiency Ratio	72.00%	71.64%