

**TOUCHMARK BANCSHARES, INC.  
AND SUBSIDIARY**

**Consolidated Balance Sheet  
March 30, 2018 and December 31, 2017  
(Unaudited)**

<u>ASSETS</u>	<u>2018</u>	<u>2017</u>
Cash and due from banks	\$ 6,644,689	\$ 2,438,577
Federal funds sold	4,275,000	3,742,085
Interest-bearing accounts with other banks	3,237,195	1,368,556
Investment securities	21,336,576	21,526,587
Restricted stock	2,488,400	2,561,400
Loans	341,543,486	346,746,535
Premises and equipment	1,446,530	1,481,117
Other assets	3,638,149	3,246,250
Total assets	<u>\$ 384,610,025</u>	<u>\$ 383,111,107</u>
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>		
Liabilities:		
Deposits:		
Non-interest bearing demand	\$ 21,163,176	\$ 24,634,285
Interest-bearing	295,911,357	283,527,387
Total deposits	317,074,533	308,161,672
Federal Home Loan Bank advances	20,500,000	27,500,000
Federal funds purchased	-	-
Other liabilities	482,043	2,098,279
Total liabilities	<u>\$ 338,056,576</u>	<u>\$ 337,759,951</u>
Shareholders' Equity		
Preferred stock, no par value, 10,000,000 shares authorized, none issued	-	-
Common stock	44,759	44,684
Paid in capital	46,545,221	46,426,170
Accumulated deficit	485,215	(920,643)
Accumulated other comprehensive income	(521,746)	(199,055)
Total shareholders' equity	<u>\$ 46,553,449</u>	<u>\$ 45,351,156</u>
Total liabilities and shareholders' equity	<u>\$ 384,610,025</u>	<u>\$ 383,111,107</u>

**Condensed Statement of Income**  
**For the Three Months Ended March 31, 2018 and 2017**  
**(Unaudited)**

	<u>2018</u>	<u>2017</u>
Net interest income	2,917,482	2,630,967
Provision for loan losses	-	150,000
Net interest income after provision for loan losses	<u>2,917,482</u>	<u>2,480,967</u>
Total noninterest income	1,020,884	1,250,298
Total noninterest expense	2,039,406	2,636,151
Net income before taxes	<u>1,898,960</u>	<u>1,095,114</u>
Income tax benefit (expense)	<u>(468,750)</u>	<u>(400,000)</u>
Net income	<u><u>1,430,210</u></u>	<u><u>695,114</u></u>

**Key Ratios**

Basic Earnings Per Share	\$ 0.32	\$ 0.20
Diluted Earnings Per Share	\$ 0.32	\$ 0.20
Dividends Per Share	\$ -	\$ -
Book Value Per Share	\$ 10.40	\$ 10.03
Return on Average Assets	1.49%	0.96%
Return on Average Equity	12.45%	8.08%
Efficiency Ratio	51.78%	67.92%