

**TOUCHMARK BANCSHARES, INC.
AND SUBSIDIARY**

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

<u>ASSETS</u>	<u>2015</u>	<u>2014</u>
Cash and due from banks	\$ 339,563	\$ 1,897,289
Federal funds sold	1,365,246	-
Interest-bearing accounts with other banks	3,454,833	3,743,360
Investment securities:	28,186,245	30,198,015
Restricted stock	1,319,250	1,384,950
Loan held for sale	-	-
Loans	124,968,739	116,773,504
Accrued interest receivable	463,759	400,761
Premises and equipment	1,531,083	1,568,695
Foreclosed real estate	525,000	665,000
Land held for sale	1,650,000	1,900,000
Deferred Tax	3,247,389	3,371,425
Other assets	459,127	348,530
Total assets	<u>\$ 167,510,234</u>	<u>\$ 162,251,529</u>
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>		
Liabilities:		
Deposits:		
Non-interest bearing demand	\$ 16,728,831	\$ 10,907,333
Interest-bearing	112,242,303	111,846,608
Total deposits	128,971,134	122,753,941
Accrued interest payable	32,528	29,566
Federal Home Loan Bank advances	7,500,000	7,750,000
Federal funds purchased	-	761,000
Other liabilities	171,272	345,925
Total liabilities	<u>\$ 136,674,934</u>	<u>\$ 131,640,432</u>
Shareholders' Equity		
Preferred stock, no par value, 10,000,000 shares authorized, none issued	-	-
Common stock	34,654	34,654
Paid in capital	36,259,195	36,258,446
Accumulated deficit	(5,681,582)	(5,768,933)
Accumulated other comprehensive income	223,033	86,930
Total shareholders' equity	<u>\$ 30,835,300</u>	<u>\$ 30,611,097</u>
Total liabilities and shareholders' equity	<u>\$ 167,510,234</u>	<u>\$ 162,251,529</u>

**TOUCHMARK BANCSHARES, INC.
AND SUBSIDIARY**

**Condensed Statement of Income
For the Three Months Ended March 31, 2015 and 2014
(Unaudited)**

	<u>2015</u>	<u>2014</u>
Net interest income	1,426,801	1,103,908
Provision for loan losses	125,000	205,000
Net interest income after provision for loan losses	<u>1,301,801</u>	<u>898,908</u>
Total noninterest income	643,889	646,446
Total noninterest expense	1,782,277	1,126,855
Net income before taxes	<u>163,413</u>	<u>418,499</u>
Income tax benefit (expense)	<u>(57,000)</u>	<u>(150,000)</u>
Net income	<u><u>106,413</u></u>	<u><u>268,499</u></u>

Key Ratios

Basic Earnings Per Share	\$ 0.03	\$ 0.08
Diluted Earnings Per Share	\$ 0.03	\$ 0.08
Dividends Per Share	\$ -	\$ -
Book Value Per Share	\$ 8.90	\$ 8.62
Return on Average Assets	0.26%	0.80%
Return on Average Equity	1.39%	3.62%
Efficiency Ratio	86.07%	64.38%