Board of Governors of the Federal Reserve System

Annual Report of Holding Companies—FR Y-6

Report at the close of business as of the end of fiscal year

This Report is required by law: Section 5(c)(1)(A) of the Bank Holding Company Act (12 U.S.C. § 1844(c)(1)(A)); sections 8(a) and 13(a) of the International Banking Act (12 U.S.C. §§ 3100(a) and 3108(a)); sections 11(a)(1), 25, and 25A of the Federal Reserve Act (12 U.S.C. §§ 248(a)(1), 602, and 61a); and sections 113, 165, 312, 518, and 589 of the Dodd-Frank Act (12 U.S.C. §§ 5361, 5365, 5412, 1850(c)(1), and 5468(b)(1)). Return to the appropriate Federal Reserve Bank the original and the number of copies specified.

NOTE: The Annual Report of Holding Companies must be signed by one director of the top-tier holding company. This individual should also be a senior official of the top-tier holding company. In the event that the top-tier holding company does not have an individual who is a senior official and is also a director, the chairman of the board must sign the report. If the holding company is an ESOP/ESOT formed as a corporation or is an LLC, see the General Instructions for the authorized individual who must sign the report.

1. Sheryl A. Cox

Name of the Holding Company Director and Officer

Senior Executive Vice President & Director

Title of the Holding Company Director and Officer

attest that the Annual Report of Holding Companies (including the supporting attachments) for this report date has been prepared in conformance with the instructions issued by the Federal Reserve System and are true and correct to the best of my knowledge and belief.

With respect to information regarding individuals contained in this report, the Reporter certifies that it has the authority to provide this information to the Federal Reserve. The Reporter also certifies that it has the authority, on behalf of each individual, to consent or object to public release of information regarding that individual. The Federal Reserve may assume, in the absence of a request for confidential treatment submitted in accordance with the Board's "Rules Regarding Availability of Information," 12 C.F.R. Part 261, that the Reporter and individual consent to public release of all details in the report contained that individual.

Signature of Holding Company Director and Officer

Date of Signature

For holding companies not registered with the SEC—Indicate status of Annual Report to Shareholders:

☐ is included with the FR Y-6 report
☐ will be sent separate cover
☒ is not prepared

For Federal Reserve Bank Use Only

RFD ID: 321012

C.I.

This report form is to be filed by all top-tier bank holding companies, top-tier savings and loan holding companies, and U.S. intermediate holding companies organized under U.S. law, and by any foreign banking organization that does not meet the requirements of and is not treated as a qualifying foreign banking organization under Section 211.23 of Regulation K (12 C.F.R. § 211.23). (See page one of the general instructions for more detail of who must file.) The Federal Reserve may not conduct or sponsor, and an organization (or a person) is not required to respond to, an information collection unless it displays a currently valid OMB control number.

Date of Report (top-tier holding company's fiscal year-end):

December 31, 2018

Month / Day / Year

N/A

Reporter’s Legal Entity Identifier (LEI) (20-Character LEI Code)

Reporter’s Name, Street, and Mailing Address

Vision Banschares, Inc.

Legal Title of Holding Company

P.O. Box 450269

(Mailing Address of the Holding Company) Street / P.O. Box

Laredo TX 78045

City State Zip Code

6721 McPherson Rd., Laredo, TX 78041

Physical Location (if different from mailing address)

Person to whom questions about this report should be directed:

Sheryl A. Cox Sr Exec Vice President

Name Title

956-718-1350

Area Code / Phone Number / Extension

956-718-1382

Area Code / FAX Number

scox@tx-communitybank.com

E-mail Address

N/A

Address (URL) for the Holding Company’s web page

Is confidential treatment requested for any portion of this report submission? ☐ Yes ☑ No

In accordance with the General Instructions for this report (check only one):

1. a letter justifying this request is being provided along with the report ☑

2. a letter justifying this request has been provided separately ☐

NOTE: Information for which confidential treatment is being requested must be provided separately and labeled as "confidential."

Public reporting burden for this information collection is estimated to vary from 1.3 to 101 hours per response, with an average of 5.56 hours per response, including time to gather and maintain data in the required form and to review instructions and complete the information collection. Send comments regarding this burden estimate or any other aspect of this collection of information, including suggestions for reducing this burden to: Secretary, Board of Governors of the Federal Reserve System, 20th and C Streets, NW, Washington, DC 20551, and to the Office of Management and Budget, Paperwork Reduction Project (7100-0297), Washington, DC 20503.

03/2018
Report Item

1 - Annual Report to Shareholders

No annual report is prepared.

2a - Organization Chart

VISION BANCSHARES, INC.
Laredo, Texas
ORGANIZATION CHART

Common Stockholders

Vision Bancshares, Inc.
Laredo, Texas
(Texas corporation)

100% of Common Securities
(372 Common Securities
Liquidation Amount
($372,000))

Texas Community Bank
(Formerly Somerset National Bank)
Laredo, Texas
(Texas State Chartered Fed Member Bank U.S.A.)

Vision Bancshares Capital Trust I,
a Delaware statutory trust
Laredo, Texas

None of the entities above have an LEI.

2b - Domestic Branch Listing

See following list of domestic branches.
Reconciliation and Verification Steps:
1. In the Date Action column of each branch row, enter one or more of the actions specified below.
2. If required, enter the date in the Effective Date column.

Actions
OK: If the branch information is correct, enter "OK" in the Date Action column.
Change: If the branch information is incorrect or incomplete, revise the date, enter "Change" in the Date Action column and the date when this information first became valid in the Effective Date column.
Close: If a branch listed was sold or closed, enter "Close" in the Date Action column and the sale or closure date in the Effective Date column.
Delete: If a branch listed was never owned by this depository institution, enter "Delete" in the Date Action column.
Add: If a reportable branch is missing, insert a row, add the branch data, and enter "Add" in the Date Action column and the opening or acquisition date in the Effective Date column.

If printing this list, you may need to adjust your page setup in MS Excel. Try using landscape orientation, page scaling, and/or legal sized paper.

Submission Procedure
When you are finished, send a saved copy to your FRB contact. See the detailed instructions on this site for more information. If you are e-mailing this to your FRB contact, put your institution name, city and state in the subject line of the e-mail.

Note:
To satisfy the FR Y-10D reporting requirements, you must also submit FR Y-10 Domestic Branch Schedules for each branch with a Date Action of Change, Close, Delete, or Add.
The FR Y-10D report may be submitted in a hardcopy format or via the FR Y-10D Online application. https://ly33ntine.federalreserve.gov

* FDIC UNIQUE, Office Number, and D_ID_RSSD columns are for reference only. Verification of these values is not required.

| Data Action | Effective Date | Branch Service Type | Branch ID_RSSD* | Popular Name | Street Address | City | State | Zip Code | County | Country | FDIC UNIQUE | Office Number | Head Office ID | RRS_ID | Comments |
|-------------|----------------|---------------------|----------------|-------------|----------------|------|-------|----------|--------|---------|-------------|--------------|--------------|---------|----------|----------|
**Report Item 3: Securities holders**
(1)(a)(b)(c) and (2)(a)(b)(c)

<table>
<thead>
<tr>
<th>Current Shareholders with ownership, control or holdings of 5% or more with power to vote as of fiscal year ending 12-31-2018</th>
<th>Shareholders not listed in 3(1)(a) through 3(1)(c) that had ownership, control or holdings of 5% or more with power to vote during the fiscal year ending 12-31-2018</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>(1)(a)</strong> Name &amp; Address (City, State, Country)</td>
<td><strong>(1)(b)</strong> Country of Citizenship or Incorporation</td>
</tr>
<tr>
<td>Douglas G. Macdonald Laredo, Texas</td>
<td>USA</td>
</tr>
<tr>
<td>David W. Killam, as President of DKT Management Group, Inc., General Partner of DKT Managed Portfolio, Ltd., Laredo, Texas</td>
<td>USA</td>
</tr>
</tbody>
</table>
## Form FR Y-6

Vision Bancshares, Inc.  
Fiscal Year Ending December 31, 2018

Report Item 4: Insiders  
(1), (2), (3)(a)(b)(c), and (4)(a)(b)(c)

<table>
<thead>
<tr>
<th>(1) Name &amp; Address (City, State, Country)</th>
<th>(2) Principal Occupation if other than with Bank Holding Company</th>
<th>(3)(a) Title &amp; Position with Bank Holding Company</th>
<th>(3)(b) Title &amp; Position with Subsidiaries (include names of subsidiaries)</th>
<th>(3)(c) Title &amp; Position with Other Businesses (include names of other businesses)</th>
<th>(4)(a) Percentage of Voting Shares in Bank Holding Company</th>
<th>(4)(b) Percentage of Voting Shares in Subsidiaries (include names of subsidiaries)</th>
<th>(4)(c) List names of other companies (includes partnerships) if 25% or more of voting securities are held (List names of companies and percentage of voting securities held)</th>
</tr>
</thead>
</table>
| Douglas G. Macdonald  
Laredo, Texas | Banker  
| President/CEO/ Director  
| President/CEO/ Director-Texas  
Community Bank | Information responsive to this item is contained in the Confidential volume.  
21.86% | -0- | Information responsive to this item is contained in the Confidential volume. |
| Sheryl A. Cox  
Laredo, Texas | Banker  
| Senior Exec  
VP/COO/ Director  
| Senior Exec  
VP/COO/ Director-Texas  
Community Bank | None  
2.2% | -0- | None |
| Joaquin G. Cigarroa III  
Laredo, Texas | Banker  
| Senior Exec  
VP/Director  
| Senior Exec  
VP/Director-Texas  
Community Bank | Information responsive to this item is contained in the Confidential volume.  
3.07% | -0- | Information responsive to this item is contained in the Confidential volume. |
| Douglas M. Brice  
Laredo, Texas | Real Estate/Propane Retail  
| Director  
| Director-Texas  
Community Bank | Information responsive to this item is contained in the Confidential volume.  
3.553% | -0- | Information responsive to this item is contained in the Confidential volume. |
| Juan B. Carranza, III  
Laredo, Texas | Customs Broker  
| Director  
| Director-Texas  
Community Bank | Information responsive to this item is contained in the Confidential volume.  
2.016% | -0- | Information responsive to this item is contained in the Confidential volume. |
| Radcliffe Killam II  
Laredo, Texas | Real Estate/Oil & Gas  
| Director  
| Director-Texas  
Community Bank | Information responsive to this item is contained in the Confidential volume.  
0.417% | -0- | Information response to this item is contained in the Confidential volume |
<table>
<thead>
<tr>
<th>Name</th>
<th>Occupation</th>
<th>Profession</th>
<th>Relationship</th>
<th>Location</th>
<th>Information Details</th>
</tr>
</thead>
<tbody>
<tr>
<td>Francisco G. Noriega</td>
<td>Customs Broker</td>
<td>Director</td>
<td>Director-Texas</td>
<td>Community Bank,</td>
<td>Information responsive to this item is contained in the Confidential volume.</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>N.A.</td>
<td>4.853%</td>
</tr>
<tr>
<td>Richard E. Sames</td>
<td>Attorney</td>
<td>Director</td>
<td>Director-Texas</td>
<td>Community Bank,</td>
<td>Information responsive to this item is contained in the Confidential volume.</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>N.A.</td>
<td>3.343%</td>
</tr>
<tr>
<td>Steve R. Trautmann, Sr.</td>
<td>Insurance</td>
<td>Director</td>
<td>Director-Texas</td>
<td>Community Bank,</td>
<td>Information responsive to this item is contained in the Confidential volume.</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>N.A.</td>
<td>1.200%</td>
</tr>
<tr>
<td>Carlos Vela, Jr.</td>
<td>Dentist/Real Estate/Ranching</td>
<td>Director</td>
<td>Director-Texas</td>
<td>Community Bank,</td>
<td>Information responsive to this item is contained in the Confidential volume.</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>N.A.</td>
<td>3.234%</td>
</tr>
</tbody>
</table>