

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. §§ 3106(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 611a); and sections 113, 165, 312, 618, and 809 of the Dodd-Frank Act (12 U.S.C. §§ 5361, 5365, 5412, 1850a(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.

I, James R. Duke

Name of the Holding Company Director and Official

President / Director

Title of the Holding Company Director and Official

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 concerning that individual.



Signature of Holding Company Director and Official

March 18, 2021

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 under separate cover
☐ is not prepared

For Federal Reserve Bank Use Only

RSSD ID _____
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, 2020

Month / Day / Year

N/A

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

Reporter's Name, Street, and Mailing Address

Gilmer National Bancshares, Inc.

Legal Title of Holding Company

P. O. Box 460

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

Gilmer TX 75644-0460
City State Zip Code

713 U. S. Highway 271 N.

Physical Location (if different from mailing address)

Person to whom questions about this report should be directed:

Jana Broussard

CPA

Name

Title

903-597-6311

Area Code / Phone Number / Extension

903-597-0343

Area Code / FAX Number

jbroussard@henrypeters.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?

0=No

1=Yes

0

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."

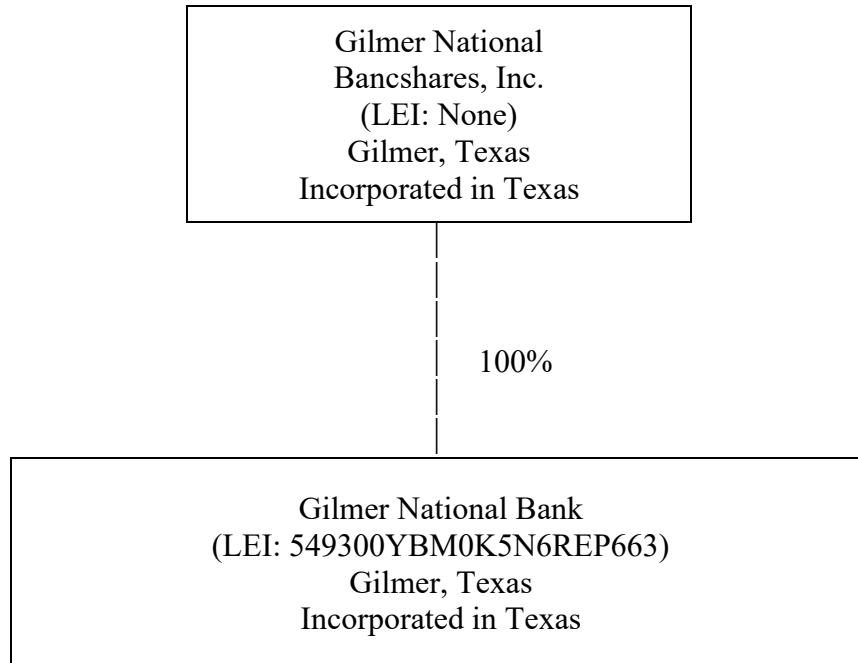
Form FR Y-6

**Gilmer National Bancshares, Inc.
Gilmer, Texas
Fiscal Year Ending December 31, 2020**

Report Item:

1: The bank holding company prepares an annual report for its shareholders and is not registered with the SEC. A copy of the annual report is attached.

2: a. Organization Chart



2: b. See attached for the domestic branch listing

Results: A list of branches for your holding company: **GILMER NATIONAL BANCSHARES, INC. (2839969) of GILMER, TX.**
The data are as of **12/31/2020**. Data reflects information that was received and processed through **01/05/2021**.

Reconciliation and Verification Steps

- 1. In the **Data 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 **Data Action** column.
Change: If the branch information is incorrect or incomplete, revise the data, enter '**Change**' in the **Data 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 **Data 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 **Data Action** column.
Add: If a reportable branch is missing, insert a row, add the branch data, and enter '**Add**' in the **Data 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-10 reporting requirements**, you must also submit FR Y-10 Domestic Branch Schedules for each branch with a **Data Action** of **Change, Close, Delete, or Add**.
The FR Y-10 report may be submitted in a hardcopy format or via the FR Y-10 Online application - <https://y10online.federalreserve.gov>.

* FDIC UNINUM, Office Number, and 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 UNINUM*	Office Number*	Head Office	Head Office ID_RSSD*	Comments
OK		Full Service (Head Office)	323651	GILMER NATIONAL BANK	713 US HIGHWAY 271 N	GILMER	TX	75644	UPSHUR	UNITED STATES	Not Required	Not Required	GILMER NATIONAL BANK	323651	



Dear Shareholder,

On behalf of the Directors, Officers, and Employees, we are pleased to submit the annual consolidated report of operations for Gilmer National Bancshares, Inc. and Gilmer National Bank for 2020.

As you can see, 2020 was a good year for your bank even though net income was down due to the coronavirus spreading across our trade area. Many of our customers were adversely affected by job layoffs, business closures, and bankruptcies. However, earnings are good and more than sufficient to support operations and maintain adequate capital levels. Dividend levels continue to be strong.

We have a very dedicated staff and an outstanding Board of Directors. Together, we are committed to improving the bank while serving our local community. As always, we are grateful for your continued support.

Sincerely,

Randy Duke
President and C.E.O.

GILMER NATIONAL BANK OFFICERS

EDWIN P. HERRMANN	Chairman of the Board
LARRY COWAN	Vice Chairman
RANDY DUKE	President & CEO
ROY HARRIS	Senior Vice President
DONNA LEE VARNER	Senior Vice President & COO
CHARLES TURNER	Senior Vice President
FELECIA HUX	Assistant Vice President Mortgage Lending
PAUL WILSON	Senior Vice President, Sr. Lender & CFO
LES MORRIS	Vice President
AVERY BUCHER	Director of Operations
KELLY CALDWELL	Administrative Assistant to President
KIM WALL	Administrative Assistant to President
POLLY WALLER	Assistant Cashier
NANCY HILL	Assistant Cashier
SABRINA SUTTON KELLEY	Assistant Cashier
JUDY MURRAY	Assistant Cashier
TINA McCURRY	Assistant Cashier
DONNA STEELMAN	Assistant Cashier
MISTY OWENS	Cashier
LARIANN SMITH	Manager Special Assets
KENNY HOLT	Director HR
MATT JOHNSON	Compliance Officer
HEATHER PICKITT	Auditor and Assistant Cashier
SIERRA DRENNAN	Assistant Auditor

GILMER NATIONAL BANCSHARES DIRECTORS

JOHN ELLIOTT DEAN	ROY HARRIS
EDWIN P. HERRMANN	GARY PATTERSON
RANDY DUKE	STEVE SANSOM
KENNETH STEWART	STEVE STEWART
DAVID GRIFFITH	LARRY COWAN
WILLIAM F. PATTERSON	
Honorary Director	

CONSOLIDATED STATEMENT OF CONDITION 2020



Gilmer National Bancshares Inc.

P.O. Box 460 • Gilmer, TX 75644 • 903-843-5653

CONSOLIDATED STATEMENTS OF CONDITION

at the close of business December 31

(in thousands of dollars)

ASSETS	2019	2020
Cash and Balances due from Depository Institutions Cash and Noninterest-bearing balances	\$7,565	\$3,553
Interest-bearing balances	\$23,885	\$10,217
U.S.Treasury Securities HTM (held to maturity)	0	
CMO AFS (available for sale)	\$899	\$681
Obligations of Other U.S. Govt.Agencies and Corporations HTM	0	0
Obligations of Other U.S. Govt.Agencies and Corporations AFS	\$21,130	\$27,693
Obligations of States and Political Subdivision HTM/AFS	\$7,318	\$7,577
Net Unrealized Gains/(Losses) on AFS Securities	19	584
Federal Funds Sold	\$2,472	\$16,487
Total Loans (excluding unearned income)	\$160,143	\$174,037
Less: Reserve for possible loan losses	(\$2,714)	(\$3,094)
Loans, net	\$157,429	\$170,943
Bank Premises, Furniture and Fixtures	\$1,419	\$1,512
Other Real Estate Owned	\$199	\$363
Other Assets	\$3,221	\$3,603
Total Assets	\$225,556	\$243,213
Demand Deposits of Individuals, Partnerships & Corporations	\$31,354	\$42,012
Time and Savings Deposits of Individuals, Partnership & Corporations	\$159,017	\$164,751
Deposit of U.S. Government	0	0
Deposit of States and Political Subdivisions	0	0
Certified and Officer's Checks	0	0
Total Deposits	\$190,371	\$206,763
Repurchase Agreements	0	0
Other Liabilities	\$420	\$557
Total Liabilities	\$190,791	\$207,320
EQUITY CAPITAL ACCOUNTS		
Common Stock	\$500	\$500
1,000,000 shares authorized, 500,000 shares issued, and 484,561 shares outstanding		
Surplus	\$16,801	\$16,801
Undivided Profits	\$18,083	\$18,765
Treasury Stock (at cost)	(\$634)	(\$637)
Unrealized Gains (Loss) on AFS Securities	\$15	\$463
Total Equity Capital	\$34,765	\$35,892
Total Liabilities and Equity Capital	\$225,556	\$243,212

CONSOLIDATED STATEMENTS OF INCOME
AND EXPENSES

for the year ending December 31

(in thousands of dollars)

OPERATING INCOME	2019	2020
Interest and Fees on Loans	\$9,279	\$9,651
Income onFederal Funds Sold	\$197	\$31
Interest on U.S. Govt. Securities	\$434	\$355
Interest on Municipal Bonds	\$5	\$128
Interest on Balances due from Depository Institution	\$562	\$447
Other Income	\$1,178	\$974
Total Operating Income	\$11,655	\$11,586
OPERATING EXPENSES		
Salaries and Employee Benifits	\$3,462	\$3,746
Interest on Time and Savings Deposits	\$2,422	\$2,203
Interest on Securities Sold Under Repurchase Agreements	9	6
Building and Equipment Expense	\$521	\$348
Ad Valorem Taxes and Corporate Franchise Taxes	\$93	\$92
F.D.I.C. Expense	\$30	\$104
Provision for Loan Losses	\$682	\$1,130
Other Expenses	\$1,237	\$1,262
Total Operating Expenses	\$8,456	\$8,891
Income before Income Taxes	\$3,199	\$2,695
Applicable Income Taxes	\$698	\$553
Securities Gains or (Losses) Net of Tax Effects	(\$4)	\$39
Extraordinary Items, Net of Taxes	0	0
Net Income	\$2,497	\$2,181
Net Income per Share	\$5.15	\$4.50

CONSOLIDATED STATEMENTS OF
SHAREHOLDERS' EQUITY

Year Ended December 31

(in thousands of dollars)

CAPITAL STOCK	2019	2020
Balance at beginning & end of year	\$500	\$500
SURPLUS		
Balance at beginning & end of year	\$16,801	\$16,801

UNDIVIDED PROFITS
AND CAPITAL RESERVES

Balance at beginning of year	\$17,088	\$18,083
Net Income	\$2,497	\$2,181
Tranfer to Surplus	0	0
Cash Dividends	(\$1,502)	(\$1,499)
Balance at end of year	\$18,083	\$18,765
Equity Portion of Net Unrealized Gain/(Loss) on AFS Securities	15	463
Less:Treasury Stock	(634)	(637)
Total Shareholders' Equity End of Year	\$34,765	\$35,892

RESERVE FOR LOAN
LOSSES RECONCILEMENT

(Valuation Reserve)		
Balance at beginning of year	\$2,551	\$2,714
Recoveries credited to reserve	\$97	\$78
Changes incident to mergers and absorption	0	0
Provision for possible loan losses	\$682	\$1,130
Losses charged to reserve	(\$616)	(\$828)
Adjustments	0	0
Balance at end of year	\$2,714	\$3,094

Form FR Y-6
Gilmer National Bancshares, Inc.
December 31, 2020

Report Item 3: Shareholders

(1)(a) (1)(b) (1)(c) (2)(a) (2)(b) (2)(c)

Current Shareholders with ownership, control or holdings of 5% or more with power to vote as of 12-31-20			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 12-31-20		
(1)(a) Name & Address (City, State, Country)	(1)(b) Country of Citizenship or incorporation	(1)(c) Number and Percentage of Each Class of Voting Securities	(2)(a) Name & Address (City, State, Country)	(2)(b) Country of Citizenship or Incorporation	(2)(c) Number and Percentage of Each class of Voting Securities
W. F. Patterson Family		31,000 shares (6.398%) Common			
W.F. Patterson Gilmer, Texas, USA	USA	1,500 - 0.31% Common			
Mary Ann Patterson Gilmer, Texas, USA	USA	1,500 - 0.31% Common			
WF Patterson Family Limited Partnership Gilmer, Texas, USA	USA	27,000 - 5.57% Common			
James S. Patterson Gilmer, Texas, USA	USA	250 - 0.05% Common			
Thomas F. Patterson Gilmer, Texas, USA	USA	250 - 0.05% Common			
William R. Patterson Gilmer, Texas, USA	USA	250 - 0.05% Common			
Elizabeth Patterson Pruitt Gilmer, Texas, USA	USA	250 - 0.05% Common			
Dean Family		40,507 shares (8.36%) Common		NONE	
Elliott Holmes Dean Gilmer, Texas, USA	USA	15,775 - 3.256% Common			
Caroline Dean Gilmer, Texas, USA	USA	383 - 0.079% Common			
Jacob Dean Gilmer, Texas, USA	USA	383 - 0.079% Common			
Katherine Dean Gilmer, Texas, USA	USA	383 - 0.079% Common			
John Edward Dean, II Gilmer, Texas, USA	USA	383 - 0.079% Common			
John Elliott Dean Gilmer, Texas, USA	USA	100 - 0.02% Common			

Form FR Y-6
Gilmer National Bancshares, Inc.
December 31, 2020

Report Item 3: Shareholders

(1)(a) (1)(b) (1)(c) (2)(a) (2)(b) (2)(c)

Current Shareholders with ownership, control or holdings of 5% or more with power to vote as of 12-31-20			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 12-31-20		
(1)(a) Name & Address (City, State, Country)	(1)(b) Country of Citizenship or incorporation	(1)(c) Number and Percentage of Each Class of Voting Securities	(2)(a) Name & Address (City, State, Country)	(2)(b) Country of Citizenship or Incorporation	(2)(c) Number and Percentage of Each class of Voting Securities
Linda K. Dean Gilmer, Texas, USA	USA	500 - 0.10% Common			
Mary Jo Dean Gilmer, Texas, USA	USA	22,600 - 4.664% Common			
Aldredge Family		26,775 shares (5.526%) Common			
Anthony Aldredge Gilmer, Texas, USA	USA	2,783 - 0.57% Common			
Edwin C. Aldredge Gilmer, Texas, USA	USA	500 - 0.10% Common		NONE	
Marcus D. Aldredge Gilmer, Texas, USA	USA	500 - 0.10% Common			
Michael E. Aldredge Gilmer, Texas, USA	USA	8,468 - 1.748% Common			
Patricia P. Aldredge Gilmer, Texas, USA	USA	14,524 - 2.997% Common			
Randy Hapgood Estate Trustees: Douglas Armstrong and Joe Davidson Midland, Texas, USA	USA	27,000 - 5.57% Common			

Form FR Y-6
Gilmer National Bancshares, Inc.
December 31, 2020

Report Item 4: Directors and Officers

(1) (2) (3)(a)(b)(c) and (4)(a)(b)(c)

(1) Names & Address (City, State, Country)	(2) Principal Occupation if other than with Bank Holding Company	(3)(a) Title & Position with Bank Holding Company	(3)(b) Title & Position with Subsidiaries (include names of subsidiaries)	(3)(c) Title & Position with Other businesses (include names of other businesses)	(4)(a)* Percentage of Voting Shares in Bank Holding Company	(4)(b) Percentage of Voting Shares in subsidiaries (include names of subsidiaries)	(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)
James R. Duke Gilmer, TX USA	N/A	Director & President	Director / CEO / President (Gilmer National Bank)	N/A	0.08% (6)	None	N/A
Larry Cowan Gilmer, TX USA	N/A	Director & Treasurer	Director & Vice- Chairman (Gilmer National Bank)	N/A	0.41% (3)	None	N/A
Edwin P. Herrmann Gilmer, TX USA	N/A	Director & Chairman of the Board	Director & Chairman of the Board (Gilmer National Bank)	N/A	1.08% (2)	None	N/A
Roy A. Harris Gilmer, TX USA	N/A	Director & Secretary	Director & Secretary / CFO (Gilmer National Bank)	N/A	0.949% (7)	None	N/A
Kenneth Stewart Gilmer, TX USA	N/A	Director	Director (Gilmer National Bank)	N/A	2.729% (1)	None	N/A
John Elliott Dean Gilmer, TX USA	Accountant	Director	Director (Gilmer National Bank)	President - TDR Contractors, Inc. Limited Partner - 401 Rendon Crowley, LP General Partner - Cypress Properties President - East Texas Duct Manufacturing President - Jenco Land, LLC President - JJJ Ventures, Inc. President - JKMJ Properties, Inc. Limited Partner - JSMJ Investments, Ltd.	0.02%	None	TDR Contractors, Inc. (25%) Cypress Properties (50%) Jenco Land, LLC (50%) JJJ Ventures, Inc. (100%) JKMJ Properties, Inc. (25%)
Steve Sansom Gilmer, TX USA	N/A	Director	Director (Gilmer National Bank)	N/A	1.158%	None	N/A
Steve Stewart Gilmer, TX USA	Insurance Agent	Director	Director (Gilmer National Bank)	Owner - Stewart Insurance Agency	0.99% (4)	None	Stewart Insurance (100%) Stewart Realty (100%)
David Griffith Gilmer, TX USA	Lawyer	Director	Director (Gilmer National Bank)	Owner - Griffith and Smoak Law Firm	1.356%	None	Griffith and Smoak Law Firm (100%)
Gary Patterson Gilmer, TX USA	N/A	Director	Director (Gilmer National Bank)	N/A	0.51% (5)	None	N/A

* Based on 484,594 outstanding

(1) includes spouse's shares (1,000) and RBC Dain Rausher Custodian for K. account (2,000)

(2) Includes spouse's shares (2,225)

(3) Includes spouse's shares (50)

(4) Includes spouse's and children's shares (2,795)

(5) Includes spouse's shares (175)

(6) Includes spouse's shares (100)

(7) Includes children's shares (900)