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 9(c)(11)(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), 652, and 611a); and sections 113, 165, 312, 618, and 809 of the Dodd-Frank Act (12 U.S.C. §§ 5361, 5365, 6412, 1852a(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, John C. Cole
Name of the Holding Company Director and Official
CEO/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
03/24/2022
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

Date of Submission

For Federal Reserve Bank Use Only
RSSID ID
C.I.

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."

Date of Report (top-tier holding company’s fiscal year-end):
December 31, 2021
Month / Day / Year

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

Reporter's Name, Street, and Mailing Address

Gibsland Bancshares, Inc.
Legal Title of Holding Company
P.O. Box 180
Street / P.O. Box
Gibsland, LA
71028
City / State
Zip Code

1246 Third Street, Gibsland, LA 71028
Physical Location (if different from mailing address)

Person to whom questions about this report should be directed:
John C. Cole
Name
CEO
Title
318-843-6228
Area Code / Phone Number / Extension
318-843-6961
Area Code / FAX Number
jcole@gbt.bank
E-mail Address

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

Public reporting burden for this information collection is estimated to vary from 1.3 to 101 hours per response, with an average of 5.50 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.
For Use By Tiered Holding Companies

Top-tiered holding companies must list the names, mailing address, and physical locations of each of their subsidiary holding companies below.

<table>
<thead>
<tr>
<th>NONE</th>
<th>Legal Title of Subsidiary Holding Company</th>
<th>Legal Title of Subsidiary Holding Company</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>(Mailing Address of the Subsidiary Holding Company) Street / P.O. Box</td>
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</tr>
<tr>
<td></td>
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<td>Physical Location (if different from mailing address)</td>
<td>Physical Location (if different from mailing address)</td>
</tr>
</tbody>
</table>

12/2012
ITEM 1: SEE ATTACHMENT

ITEM 2a: ORGANIZATION CHART:
GIBSLAND BANCSHARES, INC
LEI: None
GIBSLAND, LOUISIANA, USA
INCORPORATED IN LOUISIANA
(100% OWNERSHIP)
GIBSLAND BANK & TRUST COMPANY
LEI: None
GIBSLAND, LOUISIANA, USA
INCORPORATED IN LOUISIANA

ITEM 2b: ATTACHED and SENT ELECTRONICALLY ON 03-24-22

ITEM 3(1): 5% SHAREHOLDERS:
SEE ATTACHED EXCEL SCHEDULE

ITEM 3(2): OTHER SHAREHOLDERS NOT LISTED ABOVE:
N/A

ITEM 4: INSIDERS:
SEE ATTACHED EXCEL SCHEDULE
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Gibsland Bank & Trust Company, A Subsidiary of Gibsland Bancshares, Inc.
BOARD OF DIRECTORS

THOMAS L. MARTIN  
Chairman, Chief Executive Officer

JOHN C. COLE  
Chief Banking Officer

W. DAVID NOLTE  
Construction Superintendent

JONATHAN M. STEWART  
Attorney

ROBERT P. THOMAS, JR.  
Farmer and Timber

SUSAN T. WILLIAMS  
Timber and Investments
MANAGEMENT & MARKET PRESIDENTS

THOMAS L. MARTIN
Chairman, Chief Executive Officer

W. MICHAEL HIPPI
President

JOHN C. COLE
Chief Banking Officer

ANDY S. GILBERT, CPA
Chief Financial Officer

HOLLY MAY
Chief Operating Officer

SCOTT SPILLERS
Chief Information Officer

WADE HOLLOWAY
Market President Webster/Claiiborne

DAVID BOOKER
Market President, Caddo/Bossier

DAVID SIMON
Chief Credit Officer
DEDICATION TO
J.R. JOHNSON

This annual Report is dedicated in honor of J.R. Johnson’s 58 years of service to Gibsland Bank & Trust that began as a Cashier in 1963 and ended with his full retirement as Chairman Emeritus in 2021. Mr. Johnson provided the foundation, leadership, guidance, and an example of achievement through community service that strongly influenced the culture and philosophy of Gibsland Bank. Mr. Johnson inspired a spirit of teamwork and customer service that will become a legacy that will continue for many generations going forward. Mr. Johnson instilled into the staff a sense of pride and encouraged personal accomplishment through professional and civic involvement. To enshrine
Mr. Johnson’s impact on the Bank’s reputation, the Board of Directors has officially named the entrance foyer, at the Gibsland location, The J.R. Johnson Foyer. Mr. Johnson will continue to be community oriented and remain a steadfast supporter of his hometown of Gibsland and the Gibsland Bank family.
As GBT’s Board, officers and staff begin a new year, the term Great Banking Team has proven to be prophetic and most valuable. The challenges of 2021 manifested in political turmoil, unprecedented weather, economic uncertainty, and a continuing pandemic were met with dedication and tenacity by your Gibsland Bank & Trust team. With interest rates stalled and inflation growing, GBT continued its history of community service while supporting economic health in our markets, while returning a profit for its shareholders and yielding another annual dividend of $100 per share. We eagerly anticipate the new year, a bit wiser and better prepared, as we face new challenges and opportunities for 2022.

The year 2021 saw significant changes in leadership of our banking family. Chairman Emeritus J R Johnson announced his retirement after 58 years with GBT. Through his efforts, GBT has grown exponentially in asset size, in locations, in community service, and in driving economic activity in our markets. Mr. Johnson led several generations of employees, with wisdom and integrity, to focus on customer service and fairness. On behalf of GBT’s shareholders, Board of Directors, officers, and employees, I offer our congratulations and our utmost gratitude to Mr. Johnson.

The year also saw a new addition to the GBT family. As the bank has grown, the need for another member of the Senior Management team has become obvious. The bank’s Board of Directors and Senior Management team spent significant time and effort in research, visits, formal interviews, and prayers to identify a candidate, and we are proud to welcome our new President, W. Michael Hipp. Mr. Hipp brings substantial experience in lending and in leadership, coupled with strong character and a level demeanor. On behalf of GBT’s shareholders, Board of Directors, officers, and employees, I happily welcome Mr. Hipp to the family.

During the latter part of 2020, the Bank was designated as a community development financial institution (CDFI). CDFI banks provide capital to rebuild economically distressed areas by being dedicated to delivering responsible, affordable lending to help low-income, low-wealth, and disadvantaged people and communities join the economic mainstream. Additionally, being designated as a CDFI allowed for the Bank to participate in the US Treasury’s Emergency Capital Investment Program (ECIP). The ECIP provides capital directly to the Bank to provide loans, grants, community financial outreach, affordable housing initiatives and financial literacy products to serve the unbanked and underbanked residents in our markets.

This 2021 Annual Report is presented to our shareholders to share the financial results of the past year. We appreciate the opportunities afforded by your investment in GBT, and we look forward to a successful 2022.

THOMAS L. MARTIN
Chairman of the Board
# SHAREHOLDERS REPORT STATEMENT OF CONDITION

## Assets

<table>
<thead>
<tr>
<th>Description</th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and cash equivalents:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and due from banks</td>
<td>18,091,680</td>
<td>22,230,869</td>
</tr>
<tr>
<td>Federal funds sold</td>
<td>32,950,000</td>
<td>55,275,000</td>
</tr>
<tr>
<td><strong>Total Cash and Cash Equivalents</strong></td>
<td><strong>$51,041,680</strong></td>
<td><strong>$77,505,869</strong></td>
</tr>
<tr>
<td>Investment securities:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>U.S. government bonds</td>
<td>42,048,735</td>
<td>23,112,691</td>
</tr>
<tr>
<td>State &amp; municipal bonds</td>
<td>24,876,164</td>
<td>24,650,803</td>
</tr>
<tr>
<td>Corporate bonds</td>
<td>5,277,052</td>
<td>0</td>
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<tr>
<td>U.S. treasury bonds</td>
<td>49,434,986</td>
<td>29,999,875</td>
</tr>
<tr>
<td>Investment in Bank Owned Life Insurance</td>
<td>9,715,811</td>
<td>5,636,230</td>
</tr>
<tr>
<td>Equity investments</td>
<td>2,975,278</td>
<td>2,966,678</td>
</tr>
<tr>
<td><strong>Total Investment Securities</strong></td>
<td><strong>$134,328,026</strong></td>
<td><strong>$86,356,277</strong></td>
</tr>
<tr>
<td>Loans:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Loans and discounts</td>
<td>266,754,505</td>
<td>285,480,087</td>
</tr>
<tr>
<td>Less allowance for loan losses</td>
<td>(2,122,439)</td>
<td>(2,118,900)</td>
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<tr>
<td><strong>Net loans</strong></td>
<td><strong>$264,632,066</strong></td>
<td><strong>$283,361,187</strong></td>
</tr>
<tr>
<td>Bank premises and equipment</td>
<td>12,487,849</td>
<td>11,625,560</td>
</tr>
<tr>
<td>Other real estate owned (other than bank premises)</td>
<td>10,161,472</td>
<td>8,708,600</td>
</tr>
<tr>
<td>Accrued interest receivable</td>
<td>1,938,356</td>
<td>2,883,858</td>
</tr>
<tr>
<td>Other resources</td>
<td>4,900,274</td>
<td>6,043,023</td>
</tr>
<tr>
<td><strong>Total Assets</strong></td>
<td><strong>$479,489,723</strong></td>
<td><strong>$476,494,374</strong></td>
</tr>
</tbody>
</table>

## Liabilities and Stockholders' Equity

<table>
<thead>
<tr>
<th>Description</th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Liabilities:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Deposits:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Noninterest bearing</td>
<td>82,360,447</td>
<td>69,718,469</td>
</tr>
<tr>
<td>Interest bearing</td>
<td>337,106,690</td>
<td>337,818,954</td>
</tr>
<tr>
<td><strong>Total deposits</strong></td>
<td><strong>$419,467,137</strong></td>
<td><strong>$407,537,423</strong></td>
</tr>
<tr>
<td>Accrued interest payable</td>
<td>31,066</td>
<td>56,891</td>
</tr>
<tr>
<td>Other liabilities</td>
<td>9,857,119</td>
<td>19,678,888</td>
</tr>
<tr>
<td><strong>Total liabilities</strong></td>
<td><strong>$429,355,322</strong></td>
<td><strong>$427,273,202</strong></td>
</tr>
<tr>
<td>Stockholders' equity:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Capital stock</td>
<td>216,000</td>
<td>216,000</td>
</tr>
<tr>
<td>Surplus</td>
<td>12,500,000</td>
<td>12,500,000</td>
</tr>
<tr>
<td>Undivided profits</td>
<td>38,506,362</td>
<td>36,633,839</td>
</tr>
<tr>
<td>Other comprehensive income or (losses)</td>
<td>(1,557,269)</td>
<td>(1,540,946)</td>
</tr>
<tr>
<td>Unrealized gains or (losses) on securities available for sale</td>
<td>469,308</td>
<td>1,412,279</td>
</tr>
<tr>
<td><strong>Total stockholders' equity</strong></td>
<td><strong>$50,134,401</strong></td>
<td><strong>$49,221,172</strong></td>
</tr>
<tr>
<td><strong>Total Liabilities and Stockholders' Equity</strong></td>
<td><strong>$479,489,723</strong></td>
<td><strong>$476,494,374</strong></td>
</tr>
</tbody>
</table>
## SHAREHOLDERS REPORT STATEMENT OF INCOME

<table>
<thead>
<tr>
<th></th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Interest Income:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest and fees on loans</td>
<td>16,466,200</td>
<td>20,099,768</td>
</tr>
<tr>
<td><strong>Investment securities:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Taxable</td>
<td>709,610</td>
<td>703,169</td>
</tr>
<tr>
<td>Tax-exempt</td>
<td>536,544</td>
<td>604,325</td>
</tr>
<tr>
<td>Federal funds sold</td>
<td>76,429</td>
<td>135,687</td>
</tr>
<tr>
<td><strong>Total interest income</strong></td>
<td>$17,788,783</td>
<td>$21,542,949</td>
</tr>
<tr>
<td><strong>Interest expense:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Deposits:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest paid on Federal Home Loan Bank Advances</td>
<td>208,771</td>
<td>265,610</td>
</tr>
<tr>
<td>Interest bearing demand deposits</td>
<td>533,454</td>
<td>962,873</td>
</tr>
<tr>
<td>Certificates of deposits, savings and IRA accounts</td>
<td>944,566</td>
<td>2,295,491</td>
</tr>
<tr>
<td><strong>Total interest expense</strong></td>
<td>1,686,791</td>
<td>3,523,974</td>
</tr>
<tr>
<td>Net interest income</td>
<td>16,101,992</td>
<td>18,018,975</td>
</tr>
<tr>
<td>Provision for loan losses</td>
<td>5,295,000</td>
<td>5,167,708</td>
</tr>
<tr>
<td><strong>Net interest income after provision for loan losses</strong></td>
<td>$10,806,992</td>
<td>$12,851,267</td>
</tr>
<tr>
<td><strong>Other Income:</strong></td>
<td></td>
<td></td>
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<tr>
<td>Service charges</td>
<td>1,347,305</td>
<td>1,347,535</td>
</tr>
<tr>
<td>Fees and other charges</td>
<td>200,799</td>
<td>147,554</td>
</tr>
<tr>
<td>Commissions and other operating income</td>
<td>3,432,609</td>
<td>1,402,099</td>
</tr>
<tr>
<td>Bank Owned Life Insurance Surrender Value</td>
<td>194,957</td>
<td>114,715</td>
</tr>
<tr>
<td><strong>Total other income</strong></td>
<td>$5,175,670</td>
<td>$3,011,903</td>
</tr>
<tr>
<td><strong>Operating expense:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Salaries and benefits</td>
<td>5,747,881</td>
<td>6,273,668</td>
</tr>
<tr>
<td>Occupancy expense</td>
<td>1,513,131</td>
<td>1,468,158</td>
</tr>
<tr>
<td>Furniture and equipment expense</td>
<td>361,185</td>
<td>323,720</td>
</tr>
<tr>
<td>Operational expense</td>
<td>2,803,008</td>
<td>2,600,894</td>
</tr>
<tr>
<td>Promotional expense</td>
<td>176,753</td>
<td>155,258</td>
</tr>
<tr>
<td>Administrative expense</td>
<td>2,772,596</td>
<td>3,301,041</td>
</tr>
<tr>
<td>Other operational expense</td>
<td>43,516</td>
<td>38,635</td>
</tr>
<tr>
<td><strong>Total operating expense</strong></td>
<td>$13,418,070</td>
<td>$14,161,374</td>
</tr>
<tr>
<td><strong>Income before income taxes</strong></td>
<td>$2,564,592</td>
<td>$1,701,796</td>
</tr>
<tr>
<td><strong>Income taxes</strong></td>
<td>$422,069</td>
<td>$280,658</td>
</tr>
<tr>
<td><strong>NET INCOME</strong></td>
<td>$2,142,523</td>
<td>$1,421,138</td>
</tr>
</tbody>
</table>
1 | LOANS AND ALLOWANCE FOR LOAN LOSSES

Loans are stated at the amount of unpaid principal reduced by an allowance for loan losses. Interest on the loans is calculated by using the simple interest method on daily balances of the principal amount outstanding.

The allowance for loan losses is established through a provision for loan losses charged to expense. Loans are charged against the allowance for loan losses when management believes that the collectibility of the principal is unlikely. The allowance is an amount that management believes will be adequate to absorb probable losses on existing loans that may become uncollectible, based on evaluations of the collectibility of loans and prior loan loss experience. The evaluations take into consideration such factors as changes in the nature and volume of the loan portfolio, overall portfolio quality, review of specific problem loans, and current economic conditions that may affect the borrowers’ ability to pay.

The Bank grants commercial, lines of credit, agriculture, real estate and consumer loans to customers located primarily in Bienville, Bossier, Caddo, Claiborne, and Webster parishes. Although the Bank has a diversified loan portfolio, a substantial portion of the loan repayment is dependent upon the general business climate in northern Bienville, southern Claiborne, central Bossier, southern Caddo and central Webster parishes.
Loans at December 31, 2021 and 2020 consisted of the following:

<table>
<thead>
<tr>
<th></th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Commercial</td>
<td>202,706,278</td>
<td>214,810,245</td>
</tr>
<tr>
<td>Real Estate</td>
<td>22,331,593</td>
<td>21,987,037</td>
</tr>
<tr>
<td>Consumer</td>
<td>8,501,436</td>
<td>9,625,171</td>
</tr>
<tr>
<td>Agricultural</td>
<td>12,758,849</td>
<td>16,435,937</td>
</tr>
<tr>
<td>Lines of Credit</td>
<td>11,791,070</td>
<td>17,067,741</td>
</tr>
<tr>
<td>Non-Accrual</td>
<td>8,665,279</td>
<td>5,553,956</td>
</tr>
</tbody>
</table>

2 | BANK PREMISES AND EQUIPMENT
Bank premises and equipment are carried at cost less accumulated depreciation. Depreciation is provided over the estimated useful lives of the respective assets on the straight-line and accelerated methods of depreciation. Expenditures for major renewals, betterments of premises and equipment are capitalized, and those for maintenance and repairs are charged to expense as incurred.

Bank premises and equipment are summarized as follows (net of accumulated depreciation):

<table>
<thead>
<tr>
<th></th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Land</td>
<td>4,493,598</td>
<td>4,493,598</td>
</tr>
<tr>
<td>Buildings and Improvements</td>
<td>6,616,184</td>
<td>6,378,007</td>
</tr>
<tr>
<td>Furniture, fixtures and equipment</td>
<td>1,378,067</td>
<td>753,955</td>
</tr>
<tr>
<td>Total premises and equipment</td>
<td>12,487,849</td>
<td>11,625,560</td>
</tr>
</tbody>
</table>

3 | TIME DEPOSITS
Certificates of deposits of $250,000 or more amounted to $41,317,066 and $46,050,442 of which $29,280,114 and $30,878,882 were Public fund deposits, at December 31, 2021 and 2020 respectively.

Certificates of deposits of less than $250,000 amounted to $47,448,733 and $58,195,479 of which $3,040,529 and $3,778,326 were Public fund deposits at December 31, 2021 and 2020 respectively. Total interest payable accrued on certificates of deposits was $31,066 and $56,888 at December 31, 2021 and 2020 respectively.

4 | DEPOSIT INFORMATION
Non-interest bearing demand deposits, interest bearing demand deposits, and savings accounts are carried on the balance sheet at amounts equal to the amount payable on demand as of December 31, 2021 and 2020. Deposits are summarized as follows:

<table>
<thead>
<tr>
<th></th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Non-interest bearing demand</td>
<td>82,360,447</td>
<td>69,718,469</td>
</tr>
<tr>
<td>Interest bearing demand</td>
<td>188,370,423</td>
<td>182,819,866</td>
</tr>
<tr>
<td>Savings</td>
<td>59,970,468</td>
<td>50,753,167</td>
</tr>
<tr>
<td>Certificates of deposits</td>
<td>88,765,799</td>
<td>104,245,921</td>
</tr>
</tbody>
</table>
5 | BRANCH INFORMATION
The total number of locations for the Bank is eleven located in Gibsland, Arcadia, Athens, Sibley, Minden, Bossier City, Homer, and Shreveport, Louisiana. During 2021, the Bank leased a drive through facility located at 714 Broadway, Minden, Louisiana. The facility opened on August 17, 2021. The total investment for the location was $74,766. In addition to the banking facilities, the Bank also has ten ATM locations.

6 | OTHER REAL ESTATE
Other real estate owned represents property acquired through foreclosure or deeded in lieu of foreclosure on loans on which the borrowers have defaulted as to payment of principal and interest. Amounts are carried at the lower of cost of acquisition or the asset’s fair resale value less estimated cost to sell. Any subsequent write-downs to reflect current fair value are charged to non-interest expense. The Bank currently has a total of $10,161,472 and $8,708,600 for December 31, 2021 and 2020 respectively.

7 | INVESTMENT IN WHOLLY-OWNED SUBSIDIARIES
In September 1999, GBT Financial Services, Inc was incorporated as a wholly owned subsidiary of the Bank. GBT Financial Services, Inc offers portfolio management, investment products, and a full line of property & casualty hazard insurance to the public. The Subsidiary had a net profit of $94,784 for the year ended December 31, 2021 and a net profit of $30,407 for the year ended December 31, 2020.

In 2004, GBT Enterprises, Inc was incorporated as a wholly owned subsidiary of the Bank. GBT Enterprises, Inc is a real estate holding company formed to hold any non-related Bank premises and any assets designated as other real estate that have been held for more than ten years. Business activity consists primarily of collecting rent or royalties on any leased properties. The Subsidiary had a net profit of $1,018 for the year ended December 31, 2021 and a net profit of $447 for the year ended December 31, 2020.

8 | REAL ESTATE MORTGAGE DEPARTMENT
The primary purpose of the Real Estate Mortgage Department is to offer long-term fixed rate home mortgage products. The department adds flexibility to the Bank’s mortgage lending program by allowing customers access to twenty and thirty year mortgages at competitive market interest rates. These mortgages are packaged and sold to secondary mortgage lending companies. Gross fees generated by the department were $50,627 and $95,259 for years ended December 31, 2021 and 2020 respectively.

In 2013, the Bank acquired a facility located at 6350 Venecia Drive, Bossier City, Louisiana. The facility provides additional office space to accommodate the investment and compliance departments. During 2021, the Bank continues to lease a portion of the facility to a commercial enterprise. The facility generated gross rental fees of $32,990 and $69,440 for years ended December 31, 2021 and December 31, 2020 respectively.

9 | INVESTMENT SECURITIES
The Bank’s investment securities are classified as securities available for sale and securities held to maturity. Investment securities are originally recorded at cost, and adjustments are made thereafter to interest income for amortization of premiums and accretion of discounts using the straight-line method over the period to maturity. Securities held to maturity are carried at their “amortized cost” basis. Securities available for sale are adjusted to and carried at Fair Value and the resulting unrealized holding gains and losses, net of tax, are reported as Unrealized Gains or Losses on Securities Available For Sale in the equity section of the Balance Sheet.
Gains and losses realized on the sale of securities available for sale are determined using the specific identification method.

The classifications and carrying amounts of investment securities are as follows:

<table>
<thead>
<tr>
<th></th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Securities available for sale</td>
<td>$119,542,772</td>
<td>$77,763,369</td>
</tr>
<tr>
<td>Securities held to maturity</td>
<td>2,094,165</td>
<td>0</td>
</tr>
<tr>
<td>Equity Securities</td>
<td>2,975,278</td>
<td>2,966,678</td>
</tr>
</tbody>
</table>

Investment securities carried at approximately $75,835,527 and $30,709,500 at December 31, 2021 and 2020, respectively, were pledged to secure public deposits.

**10 | NET INTEREST MARGIN**

A financial indicator used in the banking industry is net interest margin, which is a measure that demonstrates the effectiveness of a bank in managing the yield from earning assets. Net interest margin is the net yield in which earnings from interest represents on total average earning assets. Key factors affecting net interest margin are the level of interest rates, the amount of non-interest bearing funds supporting earning assets, net interest spread, and the level of earning assets which may be affected by non-accrual loans.

For the years ended December 31, 2021 and 2020 the net interest margin and net interest spread were:

<table>
<thead>
<tr>
<th></th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net Interest Margin</td>
<td>3.80%</td>
<td>3.89%</td>
</tr>
<tr>
<td>Net Interest Spread</td>
<td>4.09%</td>
<td>3.52%</td>
</tr>
</tbody>
</table>

**11 | EQUITY INVESTMENTS**

The Bank owns other equity securities in various entities that enables it to create industry relationships and to access operating resources that are otherwise unavailable. These investments include First National Bankers Bank in the amount of $747,800, Financial Institutions Service Corporation in the amount of $14,000, Bankers Insurance Center in the amount of $248,578 and the Federal Home Loan Bank in the amount of $1,968,900. The total amount in equity investments is $2,975,278.

**12 | INVESTMENT IN BANK OWNED LIFE INSURANCE**

During 2005, the Bank invested in a Bank Owned Life Insurance (BOLI) contract. The purpose of the contract is to provide certain benefits to officers and directors, while offsetting the cost of the health insurance benefit for all employees. The Bank invested an additional $3,000,000 in 2014 and in 2021 an additional $4,000,000 to increase certain benefits to officers and directors. The contract earned $194,957 and $117,715 during 2021 and 2020, respectively, which was used to offset the cost of providing health insurance for the employees. The total amount of equity in the BOLI contract was $9,715,811 and $5,636,230 at December 31, 2021 and 2020 respectively.
13 | OTHER FINANCIAL INFORMATION

Liquidity is a key to successfully managing customers' needs in a satisfactory manner. To achieve sufficient liquidity, management monitors its asset and liability mix on a routine basis. The primary sources of liquidity include cash on hand and due from banks, federal funds sold and investment securities.

The loan to deposit ratio at December 31, 2021 and 2020 was 63.59% and 70.05% respectively. Federal funds sold for the year ended 2021 and 2020 were $32,950,000 and $55,275,000 respectively, and cash on hand and due from banks at December 31, 2021 and 2020 was $18,091,680 and $22,230,869 respectively. The total in Investment securities categorized as available for sale at December 31, 2021 and 2020 was $119,542,772 and $77,763,369. Additional liquidity is available from the Federal Home Loan Bank of Dallas. The Bank has an established Line of Credit in the amount of $97,312,698, of which $48,912,698 was available at December 31, 2021. The Bank does not anticipate any event that will require liquidity beyond that which is available from the above sources.

14 | EMPLOYMENT NOTICE

At December 31, 2021, Gibsland Bank & Trust Company had a total of eighty-four employees. Gibsland Bank & Trust Company is an Affirmative Action employer and annually prepares an Affirmative Action plan in compliance with Executive Order 11246. "The Bank shall seek to recruit, hire, upgrade, train, and promote without regard to race, color, religion, sex, national origin, persons with a disability, or status as a protected veteran. Management shall seek to ensure that personnel actions such as compensation, benefits, layoffs, returns from layoffs, sponsored training, educational tuition assistance, and social and recreational programs, shall be administered in a non-discriminatory fashion."
OFFICER LIST

MANAGEMENT
THOMAS L. MARTIN
Chairman of the Board
Chief Executive Officer

W. MICHAEL HIPP
President

JOHN C. COLE
Chief Banking Officer

ANDY S. GILBERT, CPA
Chief Financial Officer

HOLLY MAY
Chief Operating Officer

SCOTT SPILLERS
Chief Information Officer

JIM JOHNSON
Vice President/Cashier

TAMARA DE GRAFFENRIED
Vice President
Human Resource Director

INTERNAL AUDIT
JAKE CHAPMAN
Vice President
Internal Auditor

STACEY S. BURT
Vice President
Compliance and BSA Officer

ROBEE COVINGTON
Assistant Vice President
Assistant BSA Officer

JOSHUA COLE
Assistant Compliance Officer

BUDDY CRAWFORD
Assistant Vice President
HR-Generalist
Training Officer

PAUL JAMESON
IT Officer

CENTRAL CREDIT
DAVID SIMON
Chief Credit Officer

ANDREW TURNAGE
Credit Analyst

JOHN W. ADAMS
Credit Analyst

COLLECTIONS
JACK “BUDDY” SLAID
Attorney-at-Law

PATTI MARTIN
Assistant Vice President
Collection Officer

BIENVILLE/GIBSLAND
DARRYL RYDER
Branch Manager
Loan Officer

KECERRA SHELTON
Assistant Branch Manager
Loan Officer

CYNTHIA TAYLOR
Assistant Vice President
Portfolio Manager

SHILETHA JENKINS
Financial Services Officer

ARCADIA
CULLEN BISHOP
Assistant Vice President
Branch Manager
Business Development Officer

ROSEMARY GREEN
Assistant Branch Manager
Consumer Loan Officer

CHUCK HIXON
Business Development Officer

WEBSTER/CLAIBORNE
WADE HOLLOWAY
Market President

MINDEN
MATTHEW MORGAN
Branch Manager
Loan Officer

ALLISON GASTON
Assistant Branch Manager
Consumer Loan Officer

RICKEY DARST
Business Development Officer

TYNESIA GRIGSBY
Assistant Vice President
Loan Operations Officer

SIBLEY
PAMELA HILLIDGE
Branch Manager

ATHENS
SABRINA SHERILL
Assistant Vice President-Operations
Branch Manager

HOMER
SHERRY WHITMAN
Vice President
Branch Manager

STEPHEN DOWIES
Assistant Vice President
Assistant Branch Manager
Loan Officer

BRANDI PEPPER
Assistant Vice President
Portfolio Manager

CADDY/BOSSIER
DAVID BOOKER
Market President

BOSSIER CITY
MELANIE CLEVELAND
Branch Manager
Loan Officer

RANDY ROBINSON
Assistant Vice President
Business Development Officer

CARLIN REEDER
Assistant Vice President
Head of Processing

DONNA RISHER
Operations Manager

SHREVEPORT-MANSFIELD ROAD
CHARLES MEREDITH
Business Development Officer

SHREVEPORT-LINE AVENUE
TYLER NOLTE
Branch Manager

WILLIAM GIBSON
Business Development Officer

GBT FINANCIAL SERVICES
JOHN C. COLE
President

INVESTMENTS AND INSURANCE
ROBERT B. ANGLIN
Vice President

BOARD OF DIRECTORS
JOHN C. COLE
THOMAS L. MARTIN
W. DAVID NOLTE
JONATHAN M. STEWART
ROBERT P. THOMAS, JR.
SUSAN THOMAS WILLIAMS
Digital Banking Made Easy

Deposit checks with a snap — anywhere, anytime with your mobile banking app.
Take advantage of all of our Gibsland Bank & Trust products and services.

**PERSONAL BANKING**
- Checking
- Savings
- Loans
- Credit Cards

**DIGITAL BANKING**
- Online Banking & Bill Pay
- Mobile Deposit & Receipt Tracker
- Text Banking & Card Controls
- Digital Wallet & Zelle®

**WEALTH MANAGEMENT**
- Investments®
- IRA®
- 529 Benefits Education®

Note: Deposits & Investment products are not insured by FDIC or any federal government agency and are not bank guaranteed. They are not deposits of the bank and may lose value.

**BUSINESS BANKING**
- Checking
- Savings
- Commercial, Ag, SBA, Lending
- Credit Cards
<table>
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<tr>
<th>Name</th>
<th>Room</th>
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<th>Address</th>
<th>City</th>
<th>State</th>
<th>Zip Code</th>
<th>Phone</th>
<th>Fax</th>
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<tbody>
<tr>
<td>John Doe</td>
<td>123</td>
<td>456</td>
<td>ABC</td>
<td>123 Main St</td>
<td>Anytown</td>
<td>State1</td>
<td>Zip1</td>
<td>123-4567</td>
<td>89012</td>
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<tr>
<td>Jane Smith</td>
<td>789</td>
<td>012</td>
<td>DEF</td>
<td>456 Other St</td>
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<td>State2</td>
<td>Zip2</td>
<td>321-0987</td>
<td>65432</td>
</tr>
</tbody>
</table>

*Table contains information on a list of individuals, including their name, room number, type, site, address, city, state, zip code, and phone and fax numbers.*
<table>
<thead>
<tr>
<th>Common Stock</th>
<th>USA</th>
</tr>
</thead>
<tbody>
<tr>
<td>260 SH - 9.64%</td>
<td>Giddings, Louisiana, USA</td>
</tr>
<tr>
<td>Common Stock</td>
<td>USA</td>
</tr>
<tr>
<td>366 SH - 13.56%</td>
<td>Giddings, Louisiana, USA</td>
</tr>
<tr>
<td>Common Stock</td>
<td>USA</td>
</tr>
<tr>
<td>356 SH - 13.20%</td>
<td>Minden, Louisiana, USA</td>
</tr>
</tbody>
</table>

Report Item 3:
Giddings Bancshares, Inc.
<table>
<thead>
<tr>
<th>COMPANY</th>
<th>% OTHER (CR1)</th>
<th>% OTHER (CR2)</th>
<th>TITLE</th>
<th>TITLE</th>
<th>TITLE</th>
<th>TITLE</th>
<th>TITLE</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td>Nativity Strategy Advisors</td>
<td>Nativity Strategy Advisors</td>
<td>Nativity Strategy</td>
<td>Nativity Strategy Advisors</td>
<td>Nativity Strategy Advisors</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>13.20%</td>
<td>13.20%</td>
<td>CEO</td>
<td>CEO</td>
<td>CEO</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>0.56%</td>
<td>0.56%</td>
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</tr>
<tr>
<td></td>
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<td>Director</td>
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</tr>
<tr>
<td></td>
<td></td>
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<td>Director</td>
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<tr>
<td></td>
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<td></td>
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<tr>
<td></td>
<td></td>
<td></td>
<td>0.34%</td>
<td>0.34%</td>
<td>Director</td>
<td>Director</td>
<td>Director</td>
</tr>
</tbody>
</table>

**NAME & ADDRESS:**

- Nativity Strategy Advisors
- 1300 Massachusetts Ave NW, Washington, DC 20008

**CITY/STATE:**

- Washington, DC