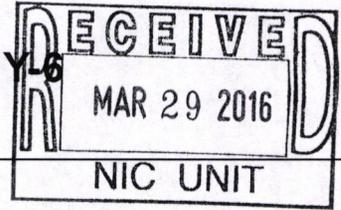


Board of Governors of the Federal Reserve System



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)); Section 8(a) of the International Banking Act (12 U.S.C. § 3106(a)); Sections 11(a)(1), 25 and 25A of the Federal Reserve Act (12 U.S.C. §§ 248(a)(1), 602, and 611a); Section 211.13(c) of Regulation K (12 C.F.R. § 211.13(c)); and Section 225.5(b) of Regulation Y (12 C.F.R. § 225.5(b)) and section 10(c)(2)(H) of the Home Owners' Loan Act. Return to the appropriate Federal Reserve Bank the original and the number of copies specified.

This report form is to be filed by all top-tier bank holding companies and top-tier savings and loan 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.

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.

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

December 31, 2015

Month / Day / Year

N/A

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

I, **John C. Cole**

Name of the Holding Company Director and Official

Executive Vice President and 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.

Reporter's Name, Street, and Mailing Address

Gibsland Bancshares, Inc

Legal Title of Holding Company

P.O. Box 180

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

Gibsland

LA

71028

City

State

Zip Code

1246 Third Street

Physical Location (if different from mailing address)

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.

Person to whom questions about this report should be directed:

John C. Cole

Executive Vice President

Name

Title

318-843-6228

Area Code / Phone Number / Extension

318-843-9961

Area Code / FAX Number

jcole@gibslandbank.com

E-mail Address

N/A

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

John C. Cole

Signature of Holding Company Director and Official

03/28/2016

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 **1136102**
C.I. _____

Does the reporter request confidential treatment for any portion of this submission?

Yes Please identify the report items to which this request applies:

In accordance with the instructions on pages GEN-2 and 3, a letter justifying the request is being provided.

The information for which confidential treatment is sought is being submitted separately labeled "Confidential."

No

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: SUBMITTED BY EMAIL ON MARCH 28, 2016

ITEM 3(1): **5% SHAREHOLDERS:**

J.R. Johnson	Minden, Louisiana U.S. Citizen	500	18.54%
Thomas Family Investments, LLC	Gibslan, Louisiana U.S. LLC (Family Trust)	490	18.18%

ITEM 3(2): **OTHER SHAREHOLDERS NOT LISTED ABOVE:**

N/A

ITEM 4: **INSIDERS:**

SEE ATTACHED EXCEL SCHEDULE

Results: A list of branches for your depository institution: GIBSLAND BANK & TRUST COMPANY (ID_RSDD: 734350). This depository institution is held by GIBSLAND BANKSHARES, INC. (1136102) of GIBSLAND, LA. The data are as of 1/23/2015. Data reflects information that was received and processed through 01/07/2016.

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_RSDD columns are for reference only. Verification of these values is not required.

Data Action	Effective Date	Branch Service Type	Branch ID_RSDD*	Popular Name	Street Address	City	State	Zip Code	County	Country	FDIC UNINUM*	Office Number*	Head Office	Head Office ID_RSDD*	Comments
Ok		Full Service (Head Office)	734350	GIBSLAND BANK & TRUST COMPANY	1246 THIRD ST	GIBSLAND	LA	71028	BIENVILLE	UNITED STATES	10815	0	GIBSLAND BANK & TRUST COMPANY	734350	
Ok		Full Service	1402562	ARCADIA BRANCH	1820 SECOND STREET	ARCADIA	LA	71001	BIENVILLE	UNITED STATES	238566	1	GIBSLAND BANK & TRUST COMPANY	734350	
Ok		Full Service	2890362	ATHENS BRANCH	15315 HIGHWAY 9	ATHENS	LA	71003	CLAIBORNE	UNITED STATES	238567	2	GIBSLAND BANK & TRUST COMPANY	734350	
Ok		Full Service	3943612	BOSSIER CITY BRANCH	5360 EAST TEXAS	BOSSIER CITY	LA	71111	BOSSIER	UNITED STATES	492938	6	GIBSLAND BANK & TRUST COMPANY	734350	
Ok		Full Service	4052098	HOMER BRANCH	813 WEST MAIN STREET	HOMER	LA	71040	CLAIBORNE	UNITED STATES	501635	7	GIBSLAND BANK & TRUST COMPANY	734350	
Ok		Full Service	3536890	MINDEN MAIN BRANCH	1374 HOMER RD	MINDEN	LA	71055	WEBSTER	UNITED STATES	361134	4	GIBSLAND BANK & TRUST COMPANY	734350	
Ok		Full Service	4520814	MANSFIELD ROAD BRANCH	9709 MANSFIELD ROAD	SHREVEPORT	LA	71118	CADDO	UNITED STATES	539778	8	GIBSLAND BANK & TRUST COMPANY	734350	
Ok		Full Service	3251492	SIBLEY BRANCH	318 N MAIN	SIBLEY	LA	71073	WEBSTER	UNITED STATES	424235	5	GIBSLAND BANK & TRUST COMPANY	734350	

Gibsland Bancshares, Inc
Report Item 4:

(1) NAME & ADDRESS CITY/STATE	(2) OCCUPATION	(3)(a) HOLDING COMPANY TITLE	(3)(b) SUBSIDIARY TITLE	(3)(c) OTHER CO TITLE	(4)(a) HOLDING %	(4)(b) SUBSIDIARY %	(4)(c) OTHER COMPANY
J.R. Johnson Minden, Louisiana, USA	Banker	Chairman Director	Chairman Director (Gibsland Bank)	N/A	18.54%	None	None
Thomas Family Investments, LLC Gibsland, Louisiana, USA	N/A	N/A	N/A	N/A	18.18%	None	None (this is a family LLC for estate planning)
R.P. Thomas, Jr Gibsland, Louisiana, USA	Farmer	Director	Director (Gibsland Bank)	N/A	4.75%	None	None
Susan Thomas Williams Gibsland, Louisiana, USA	Investments	Director	Director (Gibsland Bank)	N/A	1.56%	None	None
Thomas L. Martin Gibsland, Louisiana, USA	Banker	President/CEO Director	President/CEO Director (Gibsland Bank)	President Martin Brothers Timber Gibsland, Louisiana, USA	4.67%	None	Martin Brothers Timber 50%
John C. Cole Dubach, Louisiana, USA	Banker	Executive Vice President Secretary/Treasury Director	Executive Vice President Director (Gibland Bank)	N/A	0.74%	None	None
Jonathan M. Stewart Gibsland, Louisiana, USA	Attorney	Director	Director (Gibsland Bank)	N/A	0.37%	None	None
W. David Nolte Saline, Louisiana, USA	Construction	Director	Director (Gibsland Bank)	N/A	0.59%	None	None



ANNUAL REPORT *2015*

Great Banking Team

Gibsland • Arcadia • Athens • Minden • Sibley • Bossier City • Homer • Shreveport



Serving North Louisiana for 68 years

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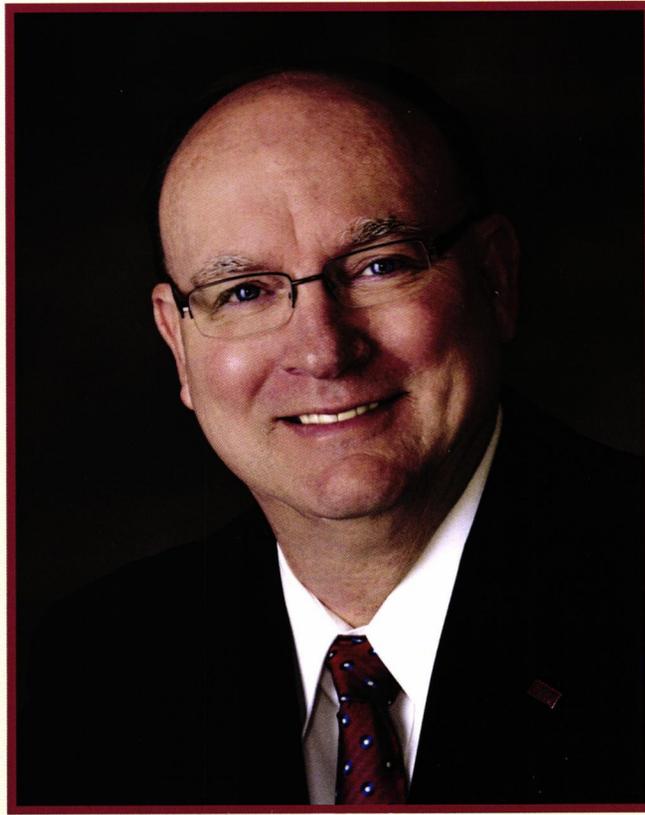
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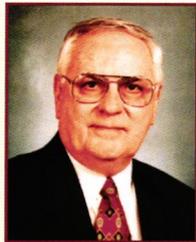
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THIS ANNUAL REPORT IS DEDICATED IN HONOR OF THOMAS L. MARTIN FOR BEING ELECTED AS THE 2016-2017 CHAIRMAN OF THE BOARD OF DIRECTORS OF THE LOUISIANA BANKERS ASSOCIATION. MR. MARTIN HAS PREVIOUSLY SERVED THE LBA AS THE NORTHWEST REGION DIRECTOR, A MEMBER OF THE GOVERNMENT RELATIONS COUNCIL, AND MOST RECENTLY, AS THE LBA'S TREASURER. THE LBA WAS FOUNDED IN 1900 TO FOSTER THE BETTERMENT OF LOUISIANA COMMUNITY BANKING. SINCE ITS INCEPTION, THE LBA HAS REMAINED TRUE TO ITS ORIGINAL MISSION: GOVERNMENT RELATIONS. BY DRAFTING AND SUPPORTING LEGISLATION, TESTIFYING BEFORE LEGISLATIVE COMMITTEES AND BUILDING CONSTRUCTIVE COALITIONS WITH OTHER INDUSTRY GROUPS, THE LBA PLAYS AN IMPORTANT ROLE IN DEVELOPING A LEGAL AND REGULATORY ENVIRONMENT THAT IS BENEFICIAL TO LOUISIANA BANKS. THE PRESENCE OF THE LBA'S GOVERNMENT RELATIONS TEAM AT THE STATE CAPITOL AND THEIR CLOSE WORKING RELATIONSHIP WITH OUR CONGRESSIONAL DELEGATION IN WASHINGTON, D.C., MEANS THAT LBA ISSUES ARE GIVEN THE HIGHEST PRIORITY. THE LBA'S EDUCATION ARM OFFERS A WIDE VARIETY OF SERVICES TO MEET MEMBERS' SPECIFIC TRAINING NEEDS, INCLUDING SEMINARS, CONFERENCES, IN-HOUSE PROGRAMS, AND EDUCATIONAL PRODUCTS. THOUSANDS OF BANKERS ATTEND LBA'S WORKSHOPS AND CONFERENCES EACH YEAR, RANGING FROM FRONTLINE STAFF TO BANK DIRECTORS. THE DIRECTORS, OFFICERS, AND STAFF OF GIBSLAND BANK & TRUST COMPANY ARE PROUD OF THIS APPOINTMENT AND CONGRATULATE MR. MARTIN FOR REACHING THIS MILESTONE IN HIS ILLUSTRIOUS BANKING CAREER.

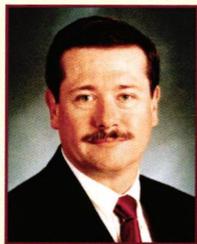
**GIBSLAND BANK & TRUST COMPANY
A SUBSIDIARY OF GIBSLAND BANCSHARES, INC.
BOARD OF DIRECTORS**



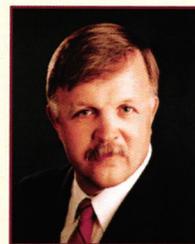
J.R. JOHNSON
Chairman of the Board



THOMAS L. MARTIN
President
Chief Executive Officer



JOHN C. COLE
Executive Vice President



W. DAVID NOLTE
Construction Superintendent



JONATHAN M. STEWART
Attorney



ROBERT P. THOMAS, JR.
Farmer and Timber



SUSAN T. WILLIAMS
Timber and Investments

**REPORT FOR SHAREHOLDERS
GIBSLAND BANCSHARES, INC.
PARENT COMPANY OF
GIBSLAND BANK & TRUST COMPANY**

This Annual Report is prepared for the shareholders of Gibsland Bancshares, Inc. to provide insight into the 2015 operations of its subsidiary, Gibsland Bank & Trust Company. I am pleased to offer the information to you, and hope that you will review each page.

This report reflects the operations of the year ended December 31, 2015 and a comparison to the prior year. I am pleased to offer to our shareholders the opportunity to enjoy, in print, the performance and growth of our bank. The past year's performance saw growth of 7.40% in total assets and 3.16% growth in net income, which allowed the Board of Directors to increase your annual dividend from \$60 per share to \$80 per share.

Each of our 8 branches continues to contribute to the growth of our bank, as reflected in the growth of assets and net income. With over 90 employees, our bank continues to serve our communities and surrounding parishes with the quality customer service for which we are known. We stand at the forefront of technological advances, while maintaining our hometown community bank standards.

Our latest branch in Shreveport, established in 2014, continued its profitable growth in 2015 and promises to be a force in the Caddo Parish market. The Board of Directors in 2015 voted to establish the GBT Insurance Agency, which began operations in Bossier and in Minden. Our agency offers all lines of insurance, and reflects our commitment to offer a full line of financial services to our customers.

Our President & CEO, Thomas L. Martin, was elected Chairman of the Board of Louisiana Bankers Association, and will begin his service in May of 2016. Mr. Martin's election is quite an honor, and I hope you will join me in congratulating him. The LBA serves community banks throughout our state, and carries a strong voice in Baton Rouge and in Washington, D.C.

Our management and staff will continue to strive to ensure the bank's profitable growth to enhance your investment this year, and in years to come. Thank you for the opportunity to present this Annual Report to you, the shareholder. We look forward to another successful year in 2016.

J.R. Johnson
Chairman of the Board

MESSAGE FROM THE PRESIDENT OF
GIBSLAND BANK & TRUST COMPANY
TO THE STOCKHOLDERS OF
GIBSLAND BANCSHARES, INC.

GBT... Great Banking Together...2015. Once again, this statement exemplifies the extraordinary operating results for Gibsland Bank and Trust Co. I am proud to be a part of the leadership for GBT...the Great Banking Team. The 2015 team sustained the tradition, led by the directors, officers and employees, and supported by you the shareholders as well as our customers, in the trend of outstanding operating results. GBT reports a staff of 90 officers and employees manning 8 full service branches, an operations center, a US Postal unit, and GBT Financial Services, Inc., which is comprised of mortgage, investment and insurance divisions. In mid 2015, GBT Financial Services successfully opened GBT Insurance, a full service insurance agency including an Employee Benefits Specialist, a Commercial Insurance producer, two personal lines producers, and an office manager located at 6350 Venecia Drive, Bossier City, Louisiana. Thus, continuing to enhance the GBT delivery of a full slate of financial services ranging from banking, mortgage, wealth management, and insurance.

In 2015, bank earnings continued to be strong and high performing. The bank is reporting record net earnings of \$4.171 million, which represents a Return on Assets of 1.18%. Along with the outstanding performance in earnings, assets grew to \$387 million, a 7% increase over 2014, which resulted in a Return on Equity of 12.30%. This level of performance could only happen as the result of a great team working together in each of the locations and divisions.

I believe that core quality asset growth, excellent earnings, and growing equity play hand in hand with the success in our primary trade areas. Whether in a small, rural community or urban center, Gibsland Bank & Trust continues to be effective because of the community banking traditions that we uphold, the relationships that are fostered, and our continuing commitment to the community bank brand that aids in the creation of GBT customer satisfaction.

The commitment to the success of GBT remains strong, exemplified by the outstanding operating results of 2015. Gibsland Bank and Trust will continue to reach out to the communities we serve by maintaining and emphasizing the locally managed community bank image. In 2016, we plan to continue to pursue sustainable and profitable growth in all of our current markets by providing the high touch extraordinary hometown service our customers deserve and by investing in our local communities in both traditional banking services as well as with enhanced technology services. The directors, officers and employees of GBT are committed to supporting our customers through community growth and involvement. None of the success of Gibsland Bank and Trust would be possible without the support of you, our stockholders.

With your continued support, we look forward to another great year in 2016.

Thomas L. Martin
President and CEO

GIBSLAND BANK & TRUST COMPANY
A SUBSIDIARY OF GIBSLAND BANCSHARES, INC.
STATEMENT OF CONDITION
DECEMBER 31, 2015 and 2014

ASSETS	2015	2014
Cash and cash equivalents:		
Cash and due from banks	\$ 23,046,492	20,534,691
Federal funds sold	25,150,000	25,950,000
	<u>48,196,492</u>	<u>46,484,691</u>
Investment securities:		
U.S. government bonds	19,678,970	7,891,727
State & municipal bonds	22,383,266	20,993,232
Corporate bonds	1,843,939	1,909,214
Investment in Bank Owned Life Insurance	5,036,994	4,904,514
Equity investments	1,330,328	1,501,643
	<u>50,273,497</u>	<u>37,200,330</u>
Loans:		
Loans and discounts	272,943,846	259,395,422
Less allowance for loan losses	(1,630,782)	(1,251,501)
Net loans	<u>271,313,064</u>	<u>258,143,921</u>
Bank premises and equipment	11,125,168	11,272,232
Other real estate owned (other than bank premises)	1,319,473	2,333,109
Accrued interest receivable	1,555,412	1,391,356
Other resources	3,524,866	3,769,181
	<u>\$387,307,972</u>	<u>360,594,820</u>
Total assets		
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities:		
Deposits:		
Noninterest bearing	\$ 44,101,313	44,531,236
Interest bearing	301,177,572	275,633,772
Total deposits	<u>345,278,885</u>	<u>320,165,008</u>
Accrued interest payable	112,422	109,123
Other liabilities	7,194,654	8,806,702
Total liabilities	<u>352,585,961</u>	<u>329,080,833</u>
Stockholders' equity:		
Capital stock	216,000	216,000
Surplus	12,500,000	12,500,000
Undivided profits	22,926,428	18,909,272
Other comprehensive income or (losses)	(1,404,612)	(630,211)
Unrealized gains or (losses) on securities held for resale	484,195	518,926
Total stockholders' equity	<u>34,722,011</u>	<u>31,513,987</u>
Total liabilities and stockholders' equity	<u>\$387,307,972</u>	<u>360,594,820</u>

GIBSLAND BANK & TRUST COMPANY
A SUBSIDIARY OF GIBSLAND BANCSHARES, INC.
STATEMENT OF INCOME
DECEMBER 31, 2015 and 2014

	2015	2014
Interest income:		
Interest and fees on loans	\$ 17,337,999	16,383,315
Investment securities:		
Taxable	293,466	230,741
Tax-exempt	621,219	564,678
Federal funds sold	45,206	34,956
Total interest income	18,297,890	17,213,690
Interest expense:		
Deposits:		
Interest paid on Federal Funds purchased	0	294
Interest paid on Federal Home Loan Bank Advances	35,944	48,455
Interest bearing demand deposits	890,671	739,551
Certificates of deposits, savings and IRA accounts	1,466,694	1,271,956
Total interest expense	2,393,309	2,060,256
Net interest income	15,904,581	15,153,434
Provision for loan losses	825,000	885,000
Net interest income after provision for loan losses	15,079,581	14,268,434
Other income:		
Service charges	804,670	924,902
Fees and other charges	96,535	84,170
Commissions and other operating income	794,998	887,993
Bank Owned Life Insurance Surrender Value	132,480	115,108
Total other income	1,828,683	2,012,173
Operating expense:		
Salaries and benefits	5,172,897	4,929,670
Occupancy expense	1,365,156	1,257,725
Furniture and equipment expense	290,365	332,284
Operational expense	1,692,410	1,635,811
Promotional expense	398,286	373,058
Administrative expense	1,721,113	1,717,773
Other operational expense	0	15,490
Total operating expense	10,640,227	10,261,811
Income before income taxes	6,268,037	6,018,796
Income taxes	2,096,938	1,975,271
Net income	\$ 4,171,099	4,043,525

GIBSLAND BANK & TRUST COMPANY
A SUBSIDIARY OF GIBSLAND BANCSHARES, INC
SELECTED INFORMATION TO FINANCIAL STATEMENTS
DECEMBER 31, 2015 and 2014

1. LOANS AND 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 parish, southern Claiborne, central Bossier, southern Caddo and central Webster Parish.

Loans at December 31, 2015 and 2014 consisted of the following:

	2015	2014
Commercial	191,784,860	170,993,696
Real Estate	36,198,634	39,592,801
Consumer	17,487,073	17,271,442
Agricultural	14,184,947	15,134,628
Lines of Credit	9,562,099	14,840,745
Non-Accrual	3,726,233	1,562,110

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):

	2015	2014
Land	4,373,598	4,373,598
Buildings and Improvements	5,948,175	5,995,243
Furniture, fixtures and equipment	803,395	903,391
Total premises and equipment	11,125,168	11,272,232

3. TIME DEPOSITS

Certificates of deposits of \$250,000 or more amounted to \$72,101,916 and \$61,649,960 of which \$27,543,222 and \$41,108,836 were Public fund deposits, at December 31, 2015 and 2014 respectively.

Certificates of deposits of less than \$250,000 amounted to \$74,206,358 and \$76,439,486 of which \$4,371,044 and \$2,763,683 were Public fund deposits at December 31, 2015 and 2014 respectively. Total interest payable accrued on certificates of deposits was \$74,772 and \$77,874 at December 31, 2015 and 2014 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, 2015 and 2014. Deposits are summarized as follows:

	2015	2014
Non-interest bearing demand	44,101,313	44,531,236
Interest bearing demand	125,823,971	116,315,522
Savings	29,045,327	21,228,804
Certificates of deposits	146,308,274	138,089,446

5. BRANCH INFORMATION

The total number of locations for the Bank is eight located in Gibsland, Arcadia, Athens, Sibley, Minden, Bossier City, Homer, and Shreveport, Louisiana. The Shreveport facility was completed during 2014 and had its grand opening on March 25, 2014, with a total of \$1,330,626 having been spent on building construction costs. The total cost of the lot was \$523,310. In addition to the banking facilities, the Bank also has nine 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 \$1,319,473 and \$2,333,109 for December 31, 2015 and 2014 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. In 2015, the GBT Insurance Agency was established as a separate division and is located at 6350 Venecia Drive in Bossier City. The Agency offers full lines of Employee Benefits, Commercial, and Personal insurance. The Bank provides office space and utilities in each of its banking facilities. The Subsidiary had a net loss of \$95,491 and net profit of \$42,035 for the years ended December 31, 2015 and 2014 respectively.

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 loss of \$136 for the year ended December 31, 2015 and a net profit \$2,323 for the year ended December 31, 2014.

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 \$398,599 and \$370,306 for years ended December 31, 2015 and 2014 respectively.

In July 2013, the Bank acquired a facility located at 6350 Venecia Drive, Bossier City, Louisiana to establish GBT Mortgage and Insurance Center. The facility provides additional office space to accommodate the planned strategic growth in the mortgage and insurance departments. In addition, the second story of the facility will be utilized as a community room and event center. During 2014 and 2015 the event center hosted various meetings and events which generated gross rental fees of \$17,093 and \$31,460 for years ended December 31, 2015 and December 31, 2014 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:

	2015	2014
Securities available for sale	\$ 43,906,175	\$30,794,173
Securities held to maturity	0	0
Equity Securities	1,330,328	1,501,643

Investment securities carried at approximately \$23,321,313 and \$13,334,224 at December 31, 2015 and 2014, 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, 2015 and 2014 the net interest margin and net interest spread were:

	2015	2014
Net Interest Margin	4.74%	5.18%
Net Interest Spread	4.19%	5.17%

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 \$695,000, Financial Institutions Service Corporation in the amount of \$10,000, Red River Bidco, Inc. in the amount of \$50,000, Bankers Insurance Center in the amount of \$249,028 and the Federal Home Loan Bank in the amount of \$326,300. The total amount in equity investments is \$1,330,328.

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. During 2014, the Bank invested an additional \$3,000,000 to increase certain benefits to officers and directors. The contract earned \$132,480 and \$115,108 during 2015 and 2014, 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 \$5,036,994 and \$4,904,514 at December 31, 2015 and 2014 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, 2015 and 2014 was 79.05% and 81.02% respectively. Federal funds sold for the year ended 2015 and 2014 were \$25,150,000 and \$25,950,000 respectively, and cash on hand and due from banks at December 31, 2015 and 2014 was \$23,046,492 and \$20,534,691 respectively. The total in investment securities categorized as available for sale at December 31, 2015 and 2014 was \$43,906,175 and \$30,794,173. Additional liquidity is available from the Federal Home Loan Bank of Dallas. The Bank has an established Line of Credit in the amount of \$120,868,840, of which \$87,638,655 was available at December 31, 2015. 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, 2015, Gibsland Bank & Trust Company had a total of ninety 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."

GIBSLAND BANK & TRUST COMPANY OFFICERS

– MANAGEMENT –

J.R. JOHNSON
Chairman of the Board
THOMAS L. MARTIN
President
Chief Executive Officer

JOHN C. COLE
Executive Vice President
Chief Lending Officer

ANDY S. GILBERT, CPA
Chief Financial Officer

JIM JOHNSON
Vice President/Cashier
Branch Administrator

TONYA L. STRIPLIN, SPHR
Vice President
Human Resource Director

– INTERNAL AUDIT –

SCOTT SPILLERS
Vice President
Internal Auditor

BILL MCINTYRE
Loan Review Officer

STACEY S. BURT
Assistant Vice President
Compliance and BSA Officer

ROBEE TOWNS
Assistant Compliance Officer

– COLLECTIONS –

JACK “BUDDY” SLAID
Attorney-at-Law

– OPERATIONS –

HOLLY MAY
Vice President

– BUSINESS DEVELOPMENT –

DAVID NELSON
Assistant Vice President
Business Development Officer

RANDY ROBINSON
Business Development Officer

CYNTHIA TAYLOR
Assistant Vice President
Business Development Officer

– BIENVILLE/CLAIBORNE –

WADE HOLLOWAY
Market President

– GIBSLAND BRANCH –

TAMARA de GRAFFENRIED
Vice President
Branch Manager

JOEL M. GRAY
Consumer Loan Officer

– ARCADIA –

PATRICIA WILSON MAYS
Branch Manager
Business Development Officer

TINA JOHNSON
Consumer Loan Officer

SANDY STEWART
Administrative Assistant

– ATHENS –

PATRICIA MCMULLAN
Vice President
Branch Manager
SABRINA SHERRILL
Financial Services Officer

– HOMER –

SHERRY WHITMAN
Vice President
Branch Manager
MANON ALLEN
Financial Services Officer
STEVEN DOWIES
Consumer Loan Officer

– WEBSTER –

GREG LEE
Market President

– MINDEN –

TYNESA GRIGSBY
Assistant Branch Manager
SHILETHA JENKINS
Financial Services Officer
SUZIE WILLIAMS
Financial Services Officer
JAKE CHAPMAN
Consumer Loan Officer

– SIBLEY –

KECHERRA IVORY
Financial Services Officer

– CADDO/BOSSIER –

DANIEL LONSBERRY
Market President

– BOSSIER CITY –

RICK HOLLAND
Chief Marketing Officer
DAVID BOOKER
Assistant Vice President
Branch Manager
BEAU CROSS
Assistant Branch Manager

– SHREVEPORT –

MIKE YORBA
Assistant Branch Manager
Consumer Loan Officer
ASHLEY COLEMAN
Financial Services Officer

– GBT FINANCIAL SERVICES –

JOHN C. COLE
President

– INVESTMENTS AND INSURANCE –

ROBERT B. ANGLIN
Vice President

– MORTGAGE DEPARTMENT –

JOANN LUSTIG
Vice President
Mortgage Loan Office Manager
DANIEL KEETON
Mortgage Loan Officer

– BOARD OF DIRECTORS –

JOHN C. COLE
J.R. JOHNSON
THOMAS L. MARTIN
W. DAVID NOLTE
JONATHAN M. STEWART
ROBERT P. THOMAS, JR.
SUSAN T. WILLIAMS

GIBSLAND BANK & TRUST COMPANY LOCATIONS

BIENVILLE/CLAIBORNE MARKET

GIBSLAND

1246 Third Street-P.O. Box 180
Gibsland, Louisiana 71028
Phone (318) 843-6228
Fax (318) 843-9961

ARCADIA

1820 Second Street-P.O. Box 150
Arcadia, Louisiana 71001
Phone (318) 263-8477
Fax (318) 263-3170

ATHENS

15315 Highway 9-P.O. Box 125
Athens, Louisiana 71003
Phone (318) 258-3123
Fax (318) 258-3113

HOMER

813 West Main Street
Homer, Louisiana 71040
Phone (318) 927-5075
Fax (318) 927-5160

WEBSTER MARKET

MINDEN

1374 Homer Road
Minden, Louisiana 71055
Phone (318) 371-9910
Fax (318) 371-9997

SIBLEY

318 North Main
Sibley, Louisiana 71073
Phone (318) 371-9465
Fax (318) 371-9547

CADDO/BOSSIER MARKET

BOSSIER CITY

5360 East Texas Street
Bossier City, Louisiana 71111
Phone (318) 752-2727
Fax (318) 549-1315

SHREVEPORT

9709 Mansfield Road
Shreveport, Louisiana 71118
Phone (318) 688-7005
Fax (318) 688-7073

GBT FINANCIAL SERVICES, INC

INVESTMENTS

2484 Main Street-P.O. Box 555
Gibsland, Louisiana 71028
Phone (318) 843-1185
Fax (318) 843-6480

GBT MORTGAGE CENTER

GBT EVENT CENTER
6350 Venecia Drive
Bossier City, Louisiana 71111
Phone (318) 549-0266
Fax (318) 549-1231

GBT INSURANCE AGENCY

6350 Venecia Drive
Bossier City, Louisiana 71111
Phone (318) 752-6310
Fax (318) 752-6320



Great Banking Team

*Your Community
Bank of Choice
since 1948*



Great Banking Team

Statement of Condition

AT THE CLOSE OF BUSINESS ON DECEMBER 31, 2015

RESOURCES

CASH ON HAND AND DUE FROM BANKS	\$	23,046,492
LOANS & DISCOUNTS.....		271,313,064
FEDERAL FUNDS SOLD.....		25,150,000
U.S. GOVERNMENT BONDS	\$	19,678,970
STATE & MUNICIPAL BONDS.....		22,383,266
CORPORATE BONDS		1,843,939
TOTAL BOND ACCOUNT		43,906,175
BANKING HOUSE, FURNITURE & FIXTURES		11,125,168
OTHER RESOURCES		<u>12,767,073</u>
 TOTAL RESOURCES.....	 \$	 <u><u>387,307,972</u></u>

LIABILITIES AND CAPITAL

CAPITAL STOCK.....	\$	216,000
SURPLUS		12,500,000
UNDIVIDED PROFITS.....		22,926,428
TOTAL CAPITAL ACCOUNTS	\$	35,642,428
DEPOSITS		345,278,885
RESERVES FOR INTEREST ON DEPOSITS & OTHER EXPENSE.....		<u>6,386,659</u>
 TOTAL LIABILITIES AND CAPITAL.....	 \$	 <u><u>387,307,972</u></u>

Gibsland • Arcadia • Athens • Minden • Sibley • Bossier City • Homer • Shreveport

Great Banking Team



*Serving North
Louisiana for
68 years*

*Statement
of
Condition*

GIBSLAND BANK & TRUST COMPANY OFFICERS

- | | | | | |
|--|--|---|--|--|
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