

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.

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.

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.

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

**December 31, 2016**

Month / Day / Year

N/A

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

Reporter's Name, Street, and Mailing Address

**Giddings Bancshares, Inc.**

Legal Title of Holding Company

**108 East Austin / P.O. Box 269**

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

**Giddings**

**TX**

**78942**

City

State

Zip Code

Physical Location (if different from mailing address)

Person to whom questions about this report should be directed:

**Debbie Schkade**

**Sr. VP, First National Bank**

Name

Title

**979-542-7289**

Area Code / Phone Number / Extension

**979-542-4292**

Area Code / FAX Number

**dschkade@fnbgiddings.com**

E-mail Address

N/A

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

I, **Bill Landiss**

Name of the Holding Company Director and Official

**President**

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.

*Bill Landiss* P+CEO

Signature of Holding Company Director and Official

**3/27/2017**

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. \_\_\_\_\_

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."

## 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.

### Giddings Holdings, Inc.

Legal Title of Subsidiary Holding Company

108 East Austin / P.O. Box 269

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

Giddings TX 78942  
City State Zip Code

615 South DuPont Hwy., Dover, DE 19901

Physical Location (if different from mailing address)

Legal Title of Subsidiary Holding Company

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

City State Zip Code

Physical Location (if different from mailing address)

Legal Title of Subsidiary Holding Company

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

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Physical Location (if different from mailing address)

Legal Title of Subsidiary Holding Company

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

City State Zip Code

Physical Location (if different from mailing address)

**Form FR Y-6**  
**Giddings Bancshares, Inc.**  
**Giddings, Texas**  
**Fiscal Year Ending December 31, 2016**

**Report Item**

**1:** The bank holding company does not prepare an annual report for its shareholders. Enclosed are two copies of our in-house consolidated report.

**2a: Organizational Chart:**

**Giddings Bancshares, Inc.**  
Giddings, Texas / USA  
Incorporated in Texas

**100% of**

**Giddings Holdings, Inc.**  
Dover, Delaware / USA  
Incorporated in Delaware

**100% of**

**First National Bank of Giddings**  
Giddings, Texas / USA  
Incorporated in Texas

(No entity has a LEI.)

**2b: Drive-In Facility**  
220 North Main  
Giddings, Lee County, Texas 78942  
USA  
Opened January 17, 2006 as a limited service facility.

Results: A list of branches for your depository institution: FIRST NATIONAL BANK OF GIDDINGS (ID\_RSSD: 324153).  
 This depository institution is held by GIDDINGS BANCSHARES, INC. (1110193) of GIDDINGS, TX.  
 The data are as of 12/31/2016. Data reflects information that was received and processed through 01/10/2017.

**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	12/31/2016	Full Service (Head Office)	324153	FIRST NATIONAL BANK OF GIDDINGS	108 EAST AUSTIN	GIDDINGS	TX	78942-0269	LEE	UNITED STATES	2073	0	FIRST NATIONAL BANK OF GIDDINGS	324153	
OK	12/31/2016	Limited Service	3406304	GIDDINGS DRIVE IN BRANCH	220 N MAIN	GIDDINGS	TX	78942	LEE	UNITED STATES	447928	1	FIRST NATIONAL BANK OF GIDDINGS	324153	

**3(1)(a)(b)(c): Shareholders**

List each shareholder, of record, that directly or indirectly owns, controls, or holds with power to vote 5 percent or more of any class of voting securities of the following company.

<u>Name &amp; Address</u>	<u>Citizenship</u>	<u># Shares</u>	<u>% of Ownership</u>
Jimmie Luecke Giddings, Texas / USA	USA	1,423,669	30%
Susan Luecke Giddings, Texas / USA	USA	551,311	12%
Jimmie Luecke Children Partnership LTD, II Giddings, Texas / USA	USA	405,079	8%
Carl Droemer Giddings, Texas / USA	USA	256,275	5%

**Report Item****3(2)(a)(b)(c): Shareholders**

List each shareholder not listed in section 3(1) that owned or controlled 5 percent or more of any class of voting securities in the bank holding company during the fiscal year.

<u>Name &amp; Address</u>	<u>Citizenship</u>	<u># Shares</u>	<u>% of Ownership</u>
Golub Enterprises, LTD Bellaire, Texas / USA	USA	632,172	13%

**Form FR Y-6**  
**Giddings Bancshares, Inc.**  
**Fiscal Year Ending December 31, 2016**

**Report Item 4: Directors and Officers**

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

(1) Names & Addresses (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 percentages of voting securities held)
Jimmie Luecke Giddings, Texas USA	Businessman	Vice President/ Director	Director/Chairman of the Board (First National Bank)	#1 General Partner Jimmie Luecke Children Partner- ship #2 Partner Tex- Lee Operating Co. #3 President Tex- Lee Drilling & Dev. #4 Partner L&R Drilling Co. #5 Partner Stewart, Luecke, & Landiss #6 Partner/Bd Member Dawn Feed Yard #7 General Partner Jimmie Luecke Grandchildren Partnership #8 General Partner L & P Investments #9 President Luecke, Inc. #10 Partner Madison Street Partnership	30%	None	N/A  Tex-Lee Operating Co. 50% Tex-Lee Drilling & Development 100% L & R Drilling Co. 50% Stewart, Luecke, and Landiss 33% Dawn Feed Yard 50% Jimmie Luecke Grandchildren Partnership 51%  L & P Investments 50% Luecke, Inc. 51% Madison Street Partnership 50%

# AMENDED

## Report Item 4: Directors and Officers

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

(1) Names & Addresses (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 percentages of voting securities held)
Everard Droemer Giddings, Texas USA	Manager	Secretary/Treasurer/ Director	Director (First National Bank)	#1 Vice President Lee county Irriga- tion, Inc. #2 Vice President Carl Droemer, Inc.	5%	None	N/A  N/A
Fred Hannes Giddings, Texas USA	Retired Banker	Director	Director (First National Bank)	None	0%	None	N/A
Forrest R. Stewart Giddings, Texas USA	Attorney	Director	Director (First National Bank)	#1 Partner Tex Lee Operating Inc. #2 Partner Unicorn Oil Corp. #3 Partner L&R Drilling Co. #4 Partner Stewart, Luecke, & Landiss #5 Partner Madison Street Partnership	3%	None	Tex Lee Operating Inc. 50% Unicorn Oil Corp. 100% L&R Drilling Co. 50% Stewart, Luecke, and Landiss 33% Madison Street Partnership 50%
Bill Landiss Giddings, Texas USA	Banker	President/Director	President/CEO/ Director (First National Bank)	#1 Partner Stewart, Luecke, and Landiss	3%	None	Stewart, Luecke, and Landiss 33%
Susan Luecke Giddings, Texas USA	Teacher	Principal Shareholder	None	None	12%	None	N/A

GIDDINGS BANCSHARES, INC. AND SUBSIDIARIES

Prepared By: Debbie Schkade

BALANCE SHEET  
December 31, 2016

ASSETS

	Giddings Bancshares, Inc.	Giddings Holdings, Inc.	First National Bank	Eliminations		Consolidated
				Dr.	Cr.	
Cash and due from banks	177,338	5,309	2,558,901	-	182,647	2,558,901
Interest bearing deposits in banks	* 250,000	-	2,377,410	-	-	2,627,410
Federal funds sold	-	-	12,982,000	-	-	12,982,000
Securities, net	* 588,724	-	60,964,236	-	-	61,552,960
Loans, net	-	-	94,726,518	-	-	94,726,518
Investment in subsidiary	19,662,067	19,656,759	-	-	39,318,826	-
Property and equipment, net	-	-	1,578,264	-	-	1,578,264
Foreclosed real estate, net	-	-	-	-	-	-
Accrued interest receivable	* 441	-	863,218	-	441	863,218
Federal Income tax receivable	514	-	-	-	514	-
Dividends receivable	-	-	-	-	-	-
Other Assets	29,664	-	5,827,774	-	29,664	5,827,774
<b>Total Assets</b>	<b>20,708,748</b>	<b>19,662,068</b>	<b>181,878,321</b>	<b>-</b>	<b>39,532,092</b>	<b>182,717,045</b>

\* These GBI assets do not eliminate in consolidation

LIABILITIES

Deposits	-	-	161,874,716	182,647	-	161,692,069
Borrowed Funds	-	-	-	-	-	-
Notes Payable-TIB	-	-	-	-	-	-
Accrued interest payable	-	-	60,146	-	-	60,146
Federal income tax payable	-	-	6,892	514	-	6,378
Deferred tax liability, net	-	-	-	-	-	-
Dividends Declared not Paid	-	-	-	-	-	-
Other liabilities	81,647	-	279,808	29,664	-	331,791
<b>Total Liabilities</b>	<b>81,647</b>	<b>-</b>	<b>162,221,562</b>	<b>212,825</b>	<b>-</b>	<b>162,090,384</b>

STOCKHOLDERS' EQUITY

Common Stock	870,100	10	560,000	560,010	-	870,100
Additional paid-in-capital	6,993,400	8,497,739	2,941,217	11,438,957	-	6,993,400
Treasury stock	(5,103,341)	-	-	-	-	(5,103,341)
Retained Earnings	18,370,067	11,667,442	16,658,666	28,326,108	-	18,370,067
Unrealized gain on securities available-for-sale, net of deferred federal income taxes	(503,124)	(503,124)	(503,124)	(1,006,249)	-	(503,124)
<b>Total Stockholders' Equity</b>	<b>20,627,101</b>	<b>19,662,067</b>	<b>19,656,759</b>	<b>39,318,826</b>	<b>-</b>	<b>20,627,101</b>
<b>Total Liabilities and Stockholders' Equity</b>	<b>20,708,748</b>	<b>19,662,067</b>	<b>181,878,321</b>	<b>39,531,650</b>	<b>-</b>	<b>182,717,484</b>

**GIDDINGS BANCSHARES, INC. AND SUBSIDIARIES**  
**CONSOLIDATING STATEMENT OF OPERATIONS**  
December 31, 2016

Prepared By: Debbie Schkade

	Giddings Bancshares, Inc.	Giddings Holdings, Inc.	First National Bank	Eliminations		Consolidated
				Dr.	Cr.	
<b><u>Interest Income</u></b>						
Loans	-	-	4,948,654	-	-	4,948,654
Certificates of Deposit (ACSB) 0.95%	2,185	-	2,382	-	-	4,566
Federal funds sold	-	-	14,862	-	-	14,862
Securities - taxable	BAG 60,990	-	958,739	-	-	1,019,729
Securities - nontaxable	-	-	764,245	-	-	764,245
Dividends & Due From Banks	-	-	22,165	-	-	22,165
<b>Total Interest Income</b>	<b>63,175</b>	<b>-</b>	<b>6,711,046</b>	<b>-</b>	<b>-</b>	<b>6,774,221</b>
<b><u>Interest Expense</u></b>						
Deposits	-	-	600,953	-	-	600,953
Notes Payable	-	-	15,716	-	-	15,716
<b>Total Interest Expense</b>	<b>-</b>	<b>-</b>	<b>616,668</b>	<b>-</b>	<b>-</b>	<b>616,668</b>
<b>Net interest income</b>	<b>63,175</b>	<b>-</b>	<b>6,094,377</b>	<b>-</b>	<b>-</b>	<b>6,157,552</b>
<b><u>Provision for Loan Losses</u></b>	<b>-</b>	<b>-</b>	<b>300,000</b>	<b>-</b>	<b>-</b>	<b>300,000</b>
<b>Net Interest Income after Provision for Loan Losses</b>	<b>63,175</b>	<b>-</b>	<b>5,794,377</b>	<b>-</b>	<b>-</b>	<b>5,857,552</b>
<b><u>Other Income</u></b>						
Service charges on deposit accounts	-	-	300,353	-	-	300,353
Foreclosed real estate income	-	-	-	-	-	-
Equity in undistributed earnings of Subsidiary	1,897,603	1,897,603	-	3,795,207	-	-
Other operating income	-	-	426,224	-	-	426,224
<b>Total Other Income</b>	<b>1,897,603</b>	<b>1,897,603</b>	<b>726,578</b>	<b>3,795,207</b>	<b>-</b>	<b>726,578</b>
<b>Total Income</b>	<b>1,960,779</b>					
<b><u>Other Expenses</u></b>						
Salaries and employee benefits	30,002	-	2,214,082	-	-	2,244,084
Occupancy and equipment expense	-	-	563,351	-	-	563,351
Data processing expense	-	-	321,477	-	-	321,477
Legal/Audit/Professional fees	-	-	154,587	-	-	154,587
Regulatory assessments	-	-	173,489	-	-	173,489
Directors Fees / Other	39,625	-	892,195	-	-	931,820
<b>Total Other Expenses</b>	<b>69,627</b>	<b>-</b>	<b>4,319,182</b>	<b>-</b>	<b>-</b>	<b>4,388,809</b>
<b>Income Before Federal Income Tax</b>	<b>1,891,152</b>	<b>1,897,603</b>	<b>2,201,773</b>	<b>3,795,207</b>	<b>-</b>	<b>2,195,322</b>
<b><u>Federal Income Tax (Benefit)</u></b>						
Current	(1,504)	-	308,073	-	-	306,569
Deferred	-	-	(3,903)	-	-	(3,903)
<b>Total Federal Income Tax (Benefit)</b>	<b>(1,504)</b>	<b>-</b>	<b>304,170</b>	<b>-</b>	<b>-</b>	<b>302,666</b>
<b>Net Income</b>	<b>1,892,656</b>	<b>1,897,603</b>	<b>1,897,603</b>	<b>3,795,207</b>	<b>-</b>	<b>1,892,656</b>

**Form FR Y-6**  
**Giddings Holdings, Inc.**  
**Giddings, Texas**  
**Fiscal Year Ending December 31, 2016**

**3(1)(a)(b)(c): Shareholders**

List each shareholder, of record, that directly or indirectly owns, controls, or holds with power to vote 5 percent or more of any class of voting securities of the following company.

<u>Name &amp; Address</u>	<u>Citizenship</u>	<u># Shares</u>	<u>% of Ownership</u>
Giddings Bancshares, Inc. Giddings, Texas / USA	USA	4,782,903	100%

**3(2)(a)(b)(c): Shareholders**

List each shareholder not listed in section 3(1) that owned or controlled 5 percent or more of any class of voting securities in the bank holding company during the fiscal year.

<u>Name &amp; Address</u>	<u>Citizenship</u>	<u># Shares</u>	<u>% of Ownership</u>
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None

# Form FR Y-6

## Giddings Holdings, Inc.

Fiscal Year Ending December 31, 2016

### Report Item 4: Directors and Officers

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

(1) Names & Addresses (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 percentages of voting securities held)
Giddings Bancshares, Inc Giddings, Texas USA	N/A	N/A	N/A	N/A	100%	N/A	N/A
Jimmie Luecke Giddings, Texas USA	Businessman	President/ Director	Director/Chairman of the Board (First National Bank)	#1 General Partner Jimmie Luecke Children Partner- ship #2 Partner Tex- Lee Operating Co. #3 President Tex- Lee Drilling & Dev. #4 Partner L&R Drilling Co. #5 Partner Stewart, Luecke, & Landiss #6 Partner/Bd Member Dawn Feed Yard #7 General Partner Jimmie Luecke Grandchildren Partnership #8 General Partner L & P Investments #9 President Luecke, Inc. #10 Partner Madison Street Partnership	None	None	N/A  Tex-Lee Operating Co 50% Tex-Lee Drilling & Development 100% L & R Drilling Co. 50% Stewart, Luecke, and Landiss 33% Dawn Feed Yard 50% Jimmie Luecke Grandchildren Partnership 51% L & P Investments 50% Luecke, Inc. 51% Madison Street Partnership 50%

**Report Item 4: Directors and Officers**

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

(1) Names & Addresses (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 percentages of voting securities held)
Everard Droemer Giddings, Texas USA	Manager	Secretary/Treasurer/ Director	Director (First National Bank)	#1 Vice President Lee county Irriga- tion, Inc. #2 Vice President Carl Droemer, Inc.	None	None	N/A
Fred Hannes Giddings, Texas USA	Retired Banker	Director	Director (First National Bank)	None	None	None	N/A
Forrest R. Stewart Giddings, Texas USA	Attorney	Director	Director (First National Bank)	#1 Partner Tex Lee Operating Inc. #2 Partner Unicorn Oil Corp. #3 Partner L&R Drilling Co. #4 Partner Stewart, Luecke, & Landiss #5 Partner Madison Street Partnership	None	None	Tex Lee Operating Inc. 50% Unicorn Oil Corp. 100% L&R Drilling Co. 50% Stewart, Luecke, and Landiss 33% Madison Street Partnership 50%
Bill Landiss Giddings, Texas USA	Banker	Director	President/CEO/ Director (First National Bank)	#1 Partner Stewart, Luecke, and Landiss	None	None	Stewart, Luecke, and Landiss 33%

GIDDINGS BANCSHARES, INC. AND SUBSIDIARIES

Prepared By: Debbie Schkade

BALANCE SHEET  
December 31, 2016

ASSETS

	Giddings Bancshares, Inc.	Giddings Holdings, Inc.	First National Bank	Eliminations		Consolidated
				Dr.	Cr.	
Cash and due from banks	177,338	5,309	2,558,901	-	182,647	2,558,901
Interest bearing deposits in banks	* 250,000	-	2,377,410	-	-	2,627,410
Federal funds sold	-	-	12,982,000	-	-	12,982,000
Securities, net	* 588,724	-	60,964,236	-	-	61,552,960
Loans, net	-	-	94,726,518	-	-	94,726,518
Investment in subsidiary	19,662,067	19,656,759	-	-	39,318,826	-
Property and equipment, net	-	-	1,578,264	-	-	1,578,264
Foreclosed real estate, net	-	-	-	-	-	-
Accrued interest receivable	* 441	-	863,218	-	441	863,218
Federal Income tax receivable	514	-	-	-	514	-
Dividends receivable	-	-	-	-	-	-
Other Assets	29,664	-	5,827,774	-	29,664	5,827,774
<b>Total Assets</b>	<b>20,708,748</b>	<b>19,662,068</b>	<b>181,878,321</b>	<b>-</b>	<b>39,532,092</b>	<b>182,717,045</b>

\* These GBI assets do not eliminate in consolidation

LIABILITIES

Deposits	-	-	161,874,716	182,647	-	161,692,069
Borrowed Funds	-	-	-	-	-	-
Notes Payable-TIB	-	-	-	-	-	-
Accrued interest payable	-	-	60,146	-	-	60,146
Federal income tax payable	-	-	6,892	514	-	6,378
Deferred tax liability, net	-	-	-	-	-	-
Dividends Declared not Paid	-	-	-	-	-	-
Other liabilities	81,647	-	279,808	29,664	-	331,791
<b>Total Liabilities</b>	<b>81,647</b>	<b>-</b>	<b>162,221,562</b>	<b>212,825</b>	<b>-</b>	<b>162,090,384</b>

STOCKHOLDERS' EQUITY

Common Stock	870,100	10	560,000	560,010	-	870,100
Additional paid-in-capital	6,993,400	8,497,739	2,941,217	11,438,957	-	6,993,400
Treasury stock	(5,103,341)	-	-	-	-	(5,103,341)
Retained Earnings	18,370,067	11,667,442	16,658,666	28,326,108	-	18,370,067
Unrealized gain on securities available-for-sale, net of deferred federal income taxes	(503,124)	(503,124)	(503,124)	(1,006,249)	-	(503,124)
<b>Total Stockholders' Equity</b>	<b>20,627,101</b>	<b>19,662,067</b>	<b>19,656,759</b>	<b>39,318,826</b>	<b>-</b>	<b>20,627,101</b>
<b>Total Liabilities and Stockholders' Equity</b>	<b>20,708,748</b>	<b>19,662,067</b>	<b>181,878,321</b>	<b>39,531,650</b>	<b>-</b>	<b>182,717,484</b>

**GIDDINGS BANCSHARES, INC. AND SUBSIDIARIES**  
**CONSOLIDATING STATEMENT OF OPERATIONS**  
December 31, 2016

Prepared By: Debbie Schkade

	Giddings Bancshares, Inc.	Giddings Holdings, Inc.	First National Bank	Eliminations		Consolidated
				Dr.	Cr.	
<b><u>Interest Income</u></b>						
Loans	-	-	4,948,654	-	-	4,948,654
Certificates of Deposit (ACSB) 0.95%	2,185	-	2,382	-	-	4,566
Federal funds sold	-	-	14,862	-	-	14,862
Securities - taxable	BAG 60,990	-	958,739	-	-	1,019,729
Securities - nontaxable	-	-	764,245	-	-	764,245
Dividends & Due From Banks	-	-	22,165	-	-	22,165
<b>Total Interest Income</b>	<b>63,175</b>	<b>-</b>	<b>6,711,046</b>	<b>-</b>	<b>-</b>	<b>6,774,221</b>
<b><u>Interest Expense</u></b>						
Deposits	-	-	600,953	-	-	600,953
Notes Payable	-	-	15,716	-	-	15,716
<b>Total Interest Expense</b>	<b>-</b>	<b>-</b>	<b>616,668</b>	<b>-</b>	<b>-</b>	<b>616,668</b>
<b>Net interest income</b>	<b>63,175</b>	<b>-</b>	<b>6,094,377</b>	<b>-</b>	<b>-</b>	<b>6,157,552</b>
<b><u>Provision for Loan Losses</u></b>	<b>-</b>	<b>-</b>	<b>300,000</b>	<b>-</b>	<b>-</b>	<b>300,000</b>
<b>Net Interest Income after Provision for Loan Losses</b>	<b>63,175</b>	<b>-</b>	<b>5,794,377</b>	<b>-</b>	<b>-</b>	<b>5,857,552</b>
<b><u>Other Income</u></b>						
Service charges on deposit accounts	-	-	300,353	-	-	300,353
Foreclosed real estate income	-	-	-	-	-	-
Equity in undistributed earnings of Subsidiary	1,897,603	1,897,603	-	3,795,207	-	-
Other operating income	-	-	426,224	-	-	426,224
<b>Total Other Income</b>	<b>1,897,603</b>	<b>1,897,603</b>	<b>726,578</b>	<b>3,795,207</b>	<b>-</b>	<b>726,578</b>
<b>Total Income</b>	<b>1,960,779</b>					
<b><u>Other Expenses</u></b>						
Salaries and employee benefits	30,002	-	2,214,082	-	-	2,244,084
Occupancy and equipment expense	-	-	563,351	-	-	563,351
Data processing expense	-	-	321,477	-	-	321,477
Legal/Audit/Professional fees	-	-	154,587	-	-	154,587
Regulatory assessments	-	-	173,489	-	-	173,489
Directors Fees / Other	39,625	-	892,195	-	-	931,820
<b>Total Other Expenses</b>	<b>69,627</b>	<b>-</b>	<b>4,319,182</b>	<b>-</b>	<b>-</b>	<b>4,388,809</b>
<b>Income Before Federal Income Tax</b>	<b>1,891,152</b>	<b>1,897,603</b>	<b>2,201,773</b>	<b>3,795,207</b>	<b>-</b>	<b>2,195,322</b>
<b><u>Federal Income Tax (Benefit)</u></b>						
Current	(1,504)	-	308,073	-	-	306,569
Deferred	-	-	(3,903)	-	-	(3,903)
<b>Total Federal Income Tax (Benefit)</b>	<b>(1,504)</b>	<b>-</b>	<b>304,170</b>	<b>-</b>	<b>-</b>	<b>302,666</b>
<b>Net Income</b>	<b>1,892,656</b>	<b>1,897,603</b>	<b>1,897,603</b>	<b>3,795,207</b>	<b>-</b>	<b>1,892,656</b>