

Board of Governors of the Federal Reserve System



Annual Report of Holding Companies—FR Y-6

AMENDED
 AUG 13 2018

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, 2017

Month / Day / Year

NONE

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

Reporter's Name, Street, and Mailing Address

I, Robert Sebaugh

Name of the Holding Company Director and Official

President / Director

Title of the Holding Company Director and Official

East Texas Bancshares, Inc.

Legal Title of Holding Company

P.O. Box 1277

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

Livingston TX 77351

City State Zip Code

112 W. Polk, Livingston, TX 77351

Physical Location (if different from mailing address)

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.

Person to whom questions about this report should be directed:

Robert Sebaugh President

Name Title

936/329-7202

Area Code / Phone Number / Extension

936/329-7502

Area Code / FAX Number

roberts@fsblivingston.com

E-mail Address

NONE

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

Signature of Holding Company Director and Official

03/20/2018

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? No Yes

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."

Amended 8-10-2018

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.

NONE

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)

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City State Zip Code

Physical Location (if different from mailing address)

East Texas Bancshares, Inc.
Livingston, Texas
Annual Report FR Y-6
December 31, 2017

Report Item 1:

East Texas Bancshares, Inc. is not registered with the Securities and Exchange Commission.

Attached is a copy of the annual report from East Texas Bancshares, Inc. to its shareholders.

ANNUAL REPORT

**EAST TEXAS BANCSHARES, INC.
AND SUBSIDIARIES**

2017

East Texas Bancshares, Inc. and Subsidiaries
Consolidated Balance Sheets
(Dollar Amounts in Thousands)

	<u>12/31/2017</u>	<u>12/31/2016</u>
ASSETS		
<i>CASH AND DUE FROM DEPOSITORY INSTITUTIONS:</i>		
<i>NONINTEREST-BEARING BALANCES AND CURRENCY AND COIN</i>	13,268	12,118
<i>INTEREST-BEARING BALANCES</i>	20,028	33,872
<i>SECURITIES:</i>		
<i>HELD-TO-MATURITY SECURITIES</i>	0	0
<i>AVAILABLE-FOR-SALE SECURITIES</i>	312,449	311,958
<i>TRADING SECURITIES</i>	13,311	12,845
<i>LOANS AND LEASE FINANCING RECEIVABLES:</i>		
<i>LOANS AND LEASES, NET OF UNEARNED INCOME</i>	204,251	189,504
<i>LESS: ALLOWANCE FOR LOAN AND LEASE LOSSES</i>	(2,563)	(2,735)
<i>PREMISES AND FIXED ASSETS</i>	7,297	5,913
<i>OTHER REAL ESTATE OWNED</i>	67	67
<i>OTHER ASSETS</i>	11,785	11,156
TOTAL ASSETS	<u>579,893</u>	<u>574,698</u>
LIABILITIES AND EQUITY CAPITAL		
<i>DEPOSITS:</i>		
<i>NONINTEREST-BEARING</i>	135,859	127,495
<i>INTEREST-BEARING</i>	355,300	360,856
<i>OTHER BORROWED MONEY</i>	0	0
<i>OTHER LIABILITIES</i>	3,299	3,983
TOTAL LIABILITIES	<u>494,458</u>	<u>492,334</u>
<i>COMMON STOCK (289,551 shares issued and outstanding)</i>	289	289
<i>SURPLUS</i>	8,662	8,662
<i>UNDIVIDED PROFITS AND CAPITAL RESERVES</i>	73,083	70,035
<i>NET UNREALIZED HOLDING GAINS (LOSSES) ON AVAILABLE-FOR-SALE SECURITIES</i>	3,401	3,378
TOTAL EQUITY CAPITAL	<u>85,435</u>	<u>82,364</u>
TOTAL LIABILITIES AND EQUITY CAPITAL	<u>579,893</u>	<u>574,698</u>

East Texas Bancshares, Inc. and Subsidiaries
Consolidated Income Statements
For the Years Ended December 31, 2017 and 2016
(Dollar Amounts in Thousands)

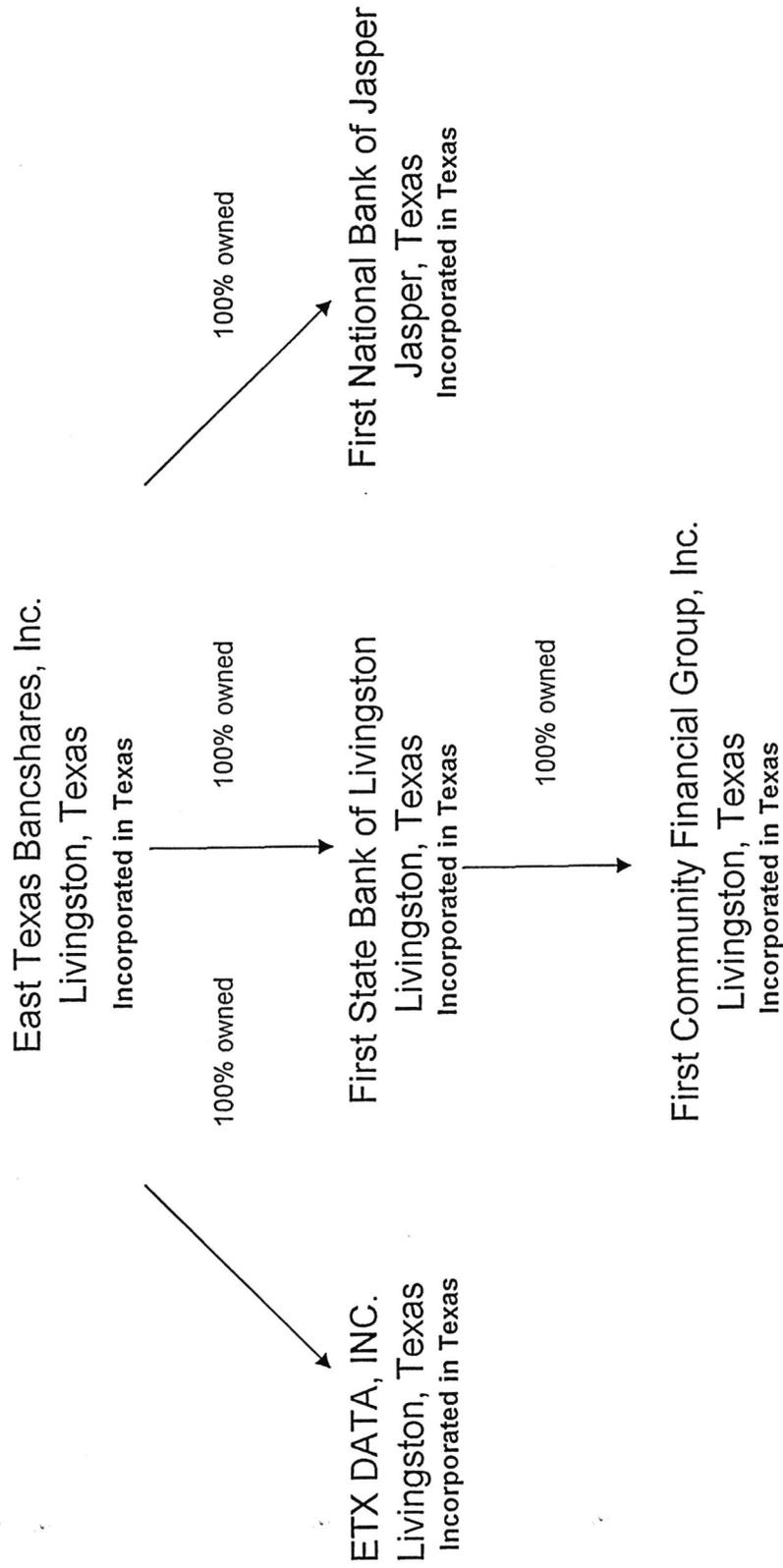
	<u>12/31/2017</u>	<u>12/31/2016</u>
INTEREST INCOME:		
INTEREST AND FEES ON LOANS	9,094	9,217
INTEREST FROM DEPOSITORY INSTITUTIONS	285	139
INTEREST AND DIVIDEND INCOME ON SECURITIES:		
US TREAS. SECURITIES AND US GOVERNMENT		
AGENCY OBLIGATIONS	470	390
ALL OTHER SECURITIES	7,729	7,873
INTEREST INCOME ON FED. FUNDS SOLD	0	0
TOTAL INTEREST INCOME	<u>17,578</u>	<u>17,619</u>
INTEREST EXPENSE:		
INTEREST ON DEPOSITS:		
TIME DEPOSITS OF \$100,000 OR MORE	541	642
TIME DEPOSITS LESS THAN \$100,000	442	405
OTHER DEPOSITS	742	565
INTEREST ON OTHER BORROWED MONEY	12	22
TOTAL INTEREST EXPENSE	<u>1,737</u>	<u>1,634</u>
NET INTEREST INCOME	<u>15,841</u>	<u>15,985</u>
PROVISION FOR LOAN AND LEASE LOSSES	<u>190</u>	<u>121</u>
NONINTEREST INCOME:		
SERVICE CHARGES ON DEPOSIT ACCOUNTS	2,236	2,108
OTHER NONINTEREST INCOME	1,469	1,287
TOTAL NONINTEREST INCOME	<u>3,705</u>	<u>3,395</u>
REALIZED GAINS (LOSSES) ON SECURITIES	<u>410</u>	<u>337</u>
NONINTEREST EXPENSE:		
SALARIES AND EMPLOYEE BENEFITS	8,245	8,416
EXPENSES OF PREMISES AND FIXED ASSETS	1,588	1,515
OTHER NONINTEREST EXPENSE	4,790	4,712
TOTAL NONINTEREST EXPENSE	<u>14,623</u>	<u>14,643</u>
INCOME (LOSS) BEFORE INCOME TAXES AND EXTRAORDINARY ITEMS AND OTHER ADJ.	5,143	4,953
APPLICABLE INCOME TAXES	937	1,278
NET INCOME	<u><u>4,206</u></u>	<u><u>3,675</u></u>

East Texas Bancshares, Inc.
Statement of Changes in Stockholders' Equity
(Dollar Amounts in Thousands)

	COMMON STOCK	ADD'L PAID IN CAPITAL	RETAINED EARNINGS	FAS 115 ADJUSTMENT	TOTAL CAPITAL
Balance 12/31/2014	\$ 289	\$ 8,662	\$ 67,518	\$ 5,874	\$ 82,343
Dividends Paid			(1,158)		(1,158)
Net Income - 2016			3,675		3,675
FAS 115 Adjustment				(2,496)	(2,496)
Balance 12/31/2015	<u>289</u>	<u>8,662</u>	<u>70,035</u>	<u>3,378</u>	<u>82,364</u>
Dividends Paid			(1,158)		(1,158)
Net Income - 2017			4,206		4,206
FAS 115 Adjustment				23	23
Balance 12/31/2016	<u>\$ 289</u>	<u>\$ 8,662</u>	<u>\$ 73,083</u>	<u>\$ 3,401</u>	<u>\$ 85,435</u>

East Texas Bancshares, Inc.
Livingston, Texas
Annual Report FR Y-6
December 31, 2017

Report Item 2a: Organization Chart



None of the entities above have a LEI.

East Texas Bancshares, Inc.
Livingston, Texas
Annual Report FR Y-6
December 31, 2017

Report Item 2b: Domestic Branch Listing

Verified information by email to "structure.verification@dal.frb.org" on March 8, 2018.

Amended 8-10-2018

Report Item 3(1): Securities Holders
 Current Securities Holders with ownership, control or holdings of 5% or more with power to vote

<u>1.a. Name and Address</u>	<u>1.b. Country</u>	<u>1.c. Number and Percentage of Each Class of Voting Securities</u>
I. Jerome Muller San Francisco, CA	United States of America	65,817 shares of common stock - 22.73% (These shares are also included in Lindsey \ Muller Family)
II. BR&JCO Limited Partnership Livingston, TX	United States of America	19,941 shares of common stock - 6.87% (These shares are also included in Ogletree Family)
III. Lindsey Family LTD Partnership Number 2 (Louis Lindsey, Trustee) Jasper, TX	United States of America	77,724 shares of common stock - 26.84% (These shares are also included in Lindsey \ Muller Family)
IV. Ogletree Limited Partnership (Controlled by Noblitt Trust) (Trustees of Noblitt Trust are Ben R. Ogletree, Jr., Kellon Ogletree, Greg Ogletree) Livingston, TX	United States of America	41,216 shares of common stock - 14.23% (These shares are also included in Ogletree Family)
V. Ogletree Family Livingston, TX	United States of America	73,627 shares of common stock - 25.42%
Ben R. Ogletree, Jr. - 2,338 Shares - 0.81% Greg Ogletree - 4,424 Shares - 1.53% (Brother) Kellon Ogletree - 5,359 Shares - 1.85% (Brother) Robert C. Ogletree - 29 Shares - .01% (Son) Janice Ogletree - 320 Shares - 0.11% (Spouse) BR&JCO Limited Partnership - 19,941 Shares - 6.87% (family members) Ogletree Limited Partnership - 41,216 Shares - 14.23% (family members)		
VI. Lindsey \ Muller Family Jasper, TX	United States of America	162,788 shares of common stock - 56.22%
Julia Lindsey - 2,873 Shares - 0.99% Louis P. Lindsey - 4,682 Shares - 1.62% (Son) Preston E. Lindsey, Jr. - 11,684 Shares - 4.04% (Son) Jeff Lindsey - 8 Shares - 0.003% (Son) Jerome Muller - 65,817 Shares - 22.73% (Brother) Lindsey Family LTD Partnership #2 - 77,724 Shares - 26.84% (family members)		
Report Item 3(2): Securities Holders Securities holders not listed in 3(1) that had ownership, control or holdings of 5% or more with power to vote during the fiscal year		
<u>2.a. Name and Address</u>	<u>2.b. Country</u>	<u>2.c. Number and Percentage of Each Class of Voting Securities</u>
I. Lindsey Family LTD Partnership (Louis Lindsey, Trustee) Jasper, TX	United States of America	77,724 shares of common stock - 26.84%

EAST TEXAS BANCSHARES, INC.
ANNUAL REPORT FR Y-6
REPORT ITEM 4 - DIRECTORS AND OFFICERS

Amended 8-10-2018

(1) Name City, State, Country	(2) Principal Occupation if other than with Holding Company	(3)(a) Title & Position with Holding Company	(3)(b) Title & Position with Subsidiaries	(3)(c) Title and Position with Other Businesses	(4)(a) Percentage of Voting Shares in Holding Company	(4)(b) Percentage of Voting Shares in Subsidiaries	(4)(c) Names of other companies with 25% or more ownership or control
Gene Bush Livingston, Texas United States of America	Attorney	Director	Director (First State Bank of Livingston)	Owner Gene Bush, Attorney at Law Trustee Webster Charitable Foundation	0.137%	None	Gene Bush, Attorney at Law (100%)
Max Alvis Jasper, Texas United States of America	Banker	Director	Director (First State Bank of Livingston) Chairman / Director (First National Bank of Jasper) Director (ETX Data, Inc.)	None	.0345%	None	None
Louis Lindsey Jasper, Texas United States of America	Investor	Director	Director (First State Bank of Livingston) Director (First National Bank of Jasper)	Trustee Lindsey Family LTD Partnership Trustee Lindsey Family LTD Partnership Number 2	1.617%	None	None

Amended 8-10-2018

EAST TEXAS BANGSHARES, INC.
ANNUAL REPORT FRY-6
REPORT ITEM 4 - DIRECTORS AND OFFICERS

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Steve Townley Livingston, Texas United States of America	Cattlemen	Secretary / Director	Secretary / Director (First State Bank of Livingston)	Partner Woods Creek Ranch	0.455%	None	Woods Creek Ranch (54%)
Stephen Ernest Jasper, Texas United States of America	Banker	Director	Director (First State Bank of Livingston) CEO / President / Director (First National Bank of Jasper) Director (ETX Data, Inc.)	None	0.007%	None	None
Jerome Muller San Francisco, CA United States of America	Retired Attorney	None	None	None	22.731%	None	None
Robert Sebaugh Livingston, Texas United States of America	Banker	President / Director	President / Director (First State Bank of Livingston) Director (First National Bank of Jasper) President / Director (ETX Data, Inc.)	None	0.199%	None	SEBA 4 Investments (25%) Sebaugh Enterprises (25%)

Amended 8-10-2018

EAST TEXAS BANCSHARES, INC.
ANNUAL REPORT FR Y-6
REPORT ITEM 4 - DIRECTORS AND OFFICERS

(1) Name City, State, Country	(2) Principal Occupation if other than with Holding Company	(3)(a) Title & Position with Holding Company	(3)(b) Title & Position with Subsidiaries	(3)(c) Title and Position with Other Businesses	(4)(a) Percentage of Voting Shares in Holding Company	(4)(b) Percentage of Voting Shares in Subsidiaries	(4)(c) Names of other companies with 25% or more ownership or control
Ben R. Ogletree, Jr. Livingston, Texas United States of America	Investor / Banker	Chairman / Director	Chairman / Director / CEO (First State Bank of Livingston)	Director Guaranty Corp.	0.808%	None	Ogletree Lumber Co. (25%)
			Director (First National Bank of Jasper)	Partner Ogletree Lumber Co.			Ogletree Oil Production Co. (25%) Ogletree Management (25%)
			Director (ETX Data, Inc.)	Partner Ogletree Oil Production Co.			Ogletree Bros. Investments (25%) BR&JCO Limited Partnership (100%)
				Partner Ogletree Management			BR&JCO General, Inc. (100%)
				Partner Ogletree Bros. Investments			
				Limited Partner Ogletree Limited Partnership			
				Trustee Noblitt Trust			
				Limited Partner BR&JCO Limited Partnership			
				President BR&JCO General, Inc.			

EAST TEXAS BANCSHARES, INC.
ANNUAL REPORT FR Y-6
REPORT ITEM 4 - DIRECTORS AND OFFICERS

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(1) Name City, State, Country	(2) Principal Occupation if other than with Holding Company	(3)(a) Title & Position with Holding Company	(3)(b) Title & Position with Subsidiaries	(3)(c) Title and Position with Other Businesses	(4)(a) Percentage of Voting Shares in Holding Company	(4)(b) Percentage of Voting Shares in Subsidiaries	(4)(c) Names of other companies with 25% or more ownership or control
Kelton Ogletree Livingston, Texas United States of America	Investor	Director	None	Partner Ogletree Lumber Co. Partner Ogletree Oil Production Co. Partner Ogletree Management Partner Ogletree Bros. Investments Limited Partner Ogletree Limited Partnership Trustee Noblitt Trust	1.851	None	Ogletree Lumber Co. (25%) Ogletree Oil Production Co. (25%) Ogletree Management (25%) Ogletree Bros. Investments (25%)
Ogletree Limited Partnership Livingston, Texas United States of America	N/A	Principal Shareholder	None	None	14.235%	None	None
Lindsey Family LTD Partnership Number 2 Jasper, TX United States of America	N/A	Principal Shareholder	None	None	26.843%	None	None
Robert C. Ogletree Corrigan, Texas United States of America	Banker	None	Vice President (First State Bank of Livingston)	None	0.01% (1)	None	None
Janice Ogletree Livingston, Texas United States of America	Housewife	None	None	None	0.111% (1)	None	None

EAST TEXAS BANCSHARES, INC.
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Greg Ogletree Livingston, Texas United States of America	Investor	None	Director (First State Bank of Livingston)	Partner Ogletree Lumber Co. Partner Ogletree Oil Production Co. Partner Ogletree Management Partner Ogletree Bros. Investments Limited Partner Ogletree Limited Partnership Trustee Noblitt Trust Trustee Belmont Trust	1.528% (1)	None	Ogletree Lumber Co. (25%) Ogletree Oil Production Co. (25%) Ogletree Management (25%) Ogletree Bros. Investments (25%)
Julia Lindsey Jasper, Texas United States of America	Housewife	None	None	None	0.992% (2)	None	None
Preston E. Lindsey Jasper, Texas United States of America	Retired Banker	None	None	None	4.035% (2)	None	None
Jeff Lindsey Jasper, Texas United States of America	Retired Insurance Agent	None	None	None	0.003% (2)	None	None

(1) Included on this report because they are part of Ogletree Family Group that collectively owns 25.42%. See Report Item 3(1) for complete list in this family group.

(2) Included on this report because they are part of Lindsey \ Muller Family Group that collectively owns 56.22%. See Report Item 3(1) for complete list in this family group.