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. Sections 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), 502, 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 5488(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. Royce Fletcher
Name of the Holding Company Director and Official
Chairman, CEO, President & Director
Title of the Holding Company Director and Official

attest that the Annual Report of Holding Companies (including the supporting attachments) for this report date has been prepared in conformance with the instructions issued by the Federal Reserve System and are true and correct to the best of my knowledge and belief.

With respect to information regarding individuals contained in this report, the Reporter certifies that it has the authority to provide this information to the Federal Reserve. The Reporter also certifies that it has the authority, on behalf of each individual, to consent or object to public release of information regarding that individual. The Federal Reserve may assume, in the absence of a request for confidential treatment submitted in accordance with the Board’s “Rules Regarding Availability of Information,” 12 C.F.R. Part 261, that the Reporter and individual consent to public release of all details in the report concerning that individual.

Signature of Holding Company Director and Official

Date of Signature
3-31-17

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
RSSLID
C.I.

Date of Report (top-tier holding company’s fiscal year-end):
December 31, 2016
Month / Day / Year
N/A

Texas National Bancorporation
Legal Title of Holding Company
P. O. Box 170
(Mailing Address of the Holding Company) Street / P.O. Box
Jacksonville, TX 75766
City State Zip Code
300 Neches St.

Physical Location (if different from mailing address)

Person to whom questions about this report should be directed:
Gary Penkilo
CPA
Name
903-597-6311
Area Code / Phone Number / Extension
903-597-0343
Area Code / FAX Number
gpenkilo@harrypeters.com
E-mail Address
N/A
Address (URL) for the Holding Company’s web page

Is confidential treatment requested for any portion of this report submission? ............ ☐ 0=No 1=Yes 0

In accordance with the General Instructions for this report (check only one):

1. a letter justifying this request is being provided along with the report ........................................... ☐
2. a letter justifying this request has been provided separately .................................................... ☐

NOTE: Information for which confidential treatment is being requested must be provided separately and labeled as “confidential.”

Public reporting burden for this information collection is estimated to vary from 1.3 to 101 hours per response, with an average of 5.99 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.

12/2016
Texas National Bancorporation
Jacksonville, Texas
Fiscal Year Ending December 31, 2016

Report Item 1: N/A - The Company does not issue an annual report to its shareholders.

Report Item 2: Organization Chart

Report Item 2b: The branch listing was submitted to the Federal Reserve Bank. (see next page)
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
OM: If the branch information is correct, enter ‘OM’ 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

<table>
<thead>
<tr>
<th>Data Action</th>
<th>Effective Date</th>
<th>Branch Service Type</th>
<th>Branch ID_RSSD*</th>
<th>Popular Name</th>
<th>Street Address</th>
<th>City</th>
<th>State</th>
<th>Zip Code</th>
<th>County</th>
<th>Country</th>
<th>DDC UNNUM*</th>
<th>Office Number*</th>
<th>Head Office</th>
<th>Head Office ID_RSSD*</th>
<th>Comments</th>
</tr>
</thead>
<tbody>
<tr>
<td>OK</td>
<td>Full Service</td>
<td>JASONVILLE - HEAD OFFICE</td>
<td>739355</td>
<td>TEXAS NATIONAL BANK OF JACKSONVILLE</td>
<td>500 RICHES STREET</td>
<td>JACKSONVILLE</td>
<td>TX</td>
<td>72796-4932</td>
<td>CHEROKEE</td>
<td>UNITED STATES</td>
<td>24468</td>
<td>2</td>
<td>TEXAS NATIONAL BANK OF JACKSONVILLE</td>
<td>739355</td>
<td>739355</td>
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<tr>
<td>OK</td>
<td>Full Service</td>
<td>BULLARD BRANCH</td>
<td>735468</td>
<td>TEXAS NATIONAL BANK OF JACKSONVILLE</td>
<td>334 EAST MAIN STREET</td>
<td>BULLARD</td>
<td>TX</td>
<td>75757</td>
<td>SMITH</td>
<td>UNITED STATES</td>
<td>966323</td>
<td>1</td>
<td>TEXAS NATIONAL BANK OF JACKSONVILLE</td>
<td>739355</td>
<td>739355</td>
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<tr>
<td>NE</td>
<td>Full Service</td>
<td>LONSVILLE BRANCH</td>
<td>3922671</td>
<td>TEXAS NATIONAL BANK OF JACKSONVILLE</td>
<td>632 EAST HARVES PARKWAY</td>
<td>LONSVILLE</td>
<td>TX</td>
<td>75056</td>
<td>DRESD</td>
<td>UNITED STATES</td>
<td>492550</td>
<td>1</td>
<td>TEXAS NATIONAL BANK OF JACKSONVILLE</td>
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<td>739355</td>
</tr>
<tr>
<td>NE</td>
<td>Full Service</td>
<td>MARSHALL BRANCH</td>
<td>358821</td>
<td>TEXAS NATIONAL BANK OF JACKSONVILLE</td>
<td>1706 EAST 6TH STREET</td>
<td>MARSHALL</td>
<td>TX</td>
<td>79870</td>
<td>MARSHALL</td>
<td>UNITED STATES</td>
<td>635106</td>
<td>1</td>
<td>TEXAS NATIONAL BANK OF JACKSONVILLE</td>
<td>739355</td>
<td>739355</td>
</tr>
<tr>
<td>NE</td>
<td>Full Service</td>
<td>RUSK BRANCH</td>
<td>3589314</td>
<td>TEXAS NATIONAL BANK OF JACKSONVILLE</td>
<td>5106 NORTH MAIN STREET</td>
<td>RUSK</td>
<td>TX</td>
<td>75785</td>
<td>CHEROKEE</td>
<td>UNITED STATES</td>
<td>863375</td>
<td>1</td>
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<td>739355</td>
</tr>
<tr>
<td>OK</td>
<td>Full Service</td>
<td>TYLER BRANCH</td>
<td>46633205</td>
<td>TEXAS NATIONAL BANK OF JACKSONVILLE</td>
<td>12133 WEST GRANDE BOULEVARD</td>
<td>TYLER</td>
<td>TX</td>
<td>75705</td>
<td>SMITH</td>
<td>UNITED STATES</td>
<td>Not Required</td>
<td>Not Required</td>
<td>TEXAS NATIONAL BANK OF JACKSONVILLE</td>
<td>739355</td>
<td>739355</td>
</tr>
</tbody>
</table>
## Report Item 3: Securities Holders

<table>
<thead>
<tr>
<th>Name &amp; Address (City, State, Country)</th>
<th>Country of Citizenship or Incorporation</th>
<th>Number and Percentage of Each Class of Voting Securities</th>
<th>Securities Holders not listed in 3(1)(a) through (3)(1)(c) that had ownership, control or holdings of 5% or more with power to vote during the fiscal year ending 12-31-2016</th>
</tr>
</thead>
</table>
| Royce Fletcher
Jacksonville, Texas, USA            | USA                                      | 336,441 shares - 52.56% Common                           |                                                                                  |
| Terri Fletcher
Jacksonville, Texas, USA          | USA                                      | (1)                                                     |                                                                                  |
| Wesley White
Marshall, Texas, USA              | USA                                      | 75,000 shares - 11.72% Common (2)                        | NONE                                                                            |

Based upon 640,086 shares outstanding.
(1) Included in shares held by Royce Fletcher. Shares held in Royce and Terri Fletcher Partnership, LP and Royce Fletcher, IRA and Terri Fletcher, IRA.
(2) Includes shares held by Edward Jones FBO Wes White account.
<table>
<thead>
<tr>
<th>Names &amp; Address (City, State, Country)</th>
<th>Principal Occupation if other than with holding company</th>
<th>Title &amp; Position with holding company</th>
<th>Title &amp; Position with Subsidiaries (include names of subsidiaries)</th>
<th>Title &amp; Position with Other Businesses (include names of other businesses)</th>
<th>Percentage of Voting Securities in holding company</th>
<th>Percentage of Voting Securities in Subsidiaries (include names of subsidiaries)</th>
<th>List names of other companies (includes partnerships) if 25% or more of voting securities are held (List names of companies and percentage of voting securities held)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Royce Fletcher</td>
<td>Timber Farmer</td>
<td>Chairman, President, CEO &amp; Director</td>
<td>Chairman (Texas National Bank of Jacksonville)</td>
<td>N/A</td>
<td>52.56%</td>
<td>N/A</td>
<td>LJAM - 50% R &amp; T Properties, LLC - 50%</td>
</tr>
<tr>
<td>Terri Fletcher</td>
<td>Homemaker</td>
<td>Director</td>
<td>Director (Texas National Bank of Jacksonville)</td>
<td>N/A</td>
<td>(1)</td>
<td>N/A</td>
<td>LJAM - 50% R &amp; T Properties, LLC - 50%</td>
</tr>
<tr>
<td>Wesley White</td>
<td>Banker</td>
<td>N/A</td>
<td>Executive Vice President (Texas National Bank of Jacksonville)</td>
<td>Partner (Marshall - East Texas Properties, LLP); Member (SW &amp; W Investments, LLC); Partner (S &amp; W Management, LP); Member (NSW Investments, LLC); Member (Marshall Manor Home Care, LLC)</td>
<td>11.72% (2)</td>
<td>N/A</td>
<td>Marshall - East Texas Properties, LLP - 50% SW &amp; W Investments, LLC - 50% S &amp; W Management, LLP - 50% NSW Investments, LLC - 50% Marshall Manor Home Care, LLC - 95%</td>
</tr>
</tbody>
</table>

Based upon 640,086 shares outstanding.

(1) Include in shares owned by spouse, Royce Fletcher. Shares held in Royce & Terri Fletcher Partnership, LP and Royce Fletcher IRA and Terri Fletcher, IRA.

(2) Includes shares held by Edward Jones FBO Wes White account.