



JEFFREY M. HARP
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November 4, 2014

Dear Shareholders,

Third quarter results for Trinity Bank were relatively good. Net Income was up 15.4% and Earnings Per Share increased 15.9%. The rate of improvement in both areas was better than the rate of increase in 2012 and 2013 (year over year comparisons). Loan demand is better and our Net Interest Margin (a bank's gross profit) has improved. The drag from our securities portfolio is less as we can now reinvest maturing securities at the same or higher rates. We remain very efficient from an operating cost standpoint. The Press Release and Financial Summary is attached for your review.

POSITIONING FOR THE FUTURE

I thought I would use this letter to discuss with you our thoughts for the near to intermediate future as far as positioning the bank is concerned. We don't operate in a vacuum. We have to understand today's economic situation and make a judgment about what we think the future holds. There are a lot of factors to consider, and I will discuss a few. This may seem a little disjointed and these factors are not necessarily in order of importance, but here goes.

DEBT

There are three groups of borrowers – government, business, and consumer. As most of you know from all the news outlets, the total level of debt has been rising throughout the world. Since the Great Recession of 2008, consumers have reduced their debt some. But governments and businesses have actually increased the amount they owe. In other words, we haven't really addressed the debt issue. The central banks of the world have artificially suppressed interest rates so that the cost of borrowing money is at an all-time low (i.e. put off the pain as long as possible).

Just as there are three types of borrowers, there are three types of debt (from the economist Hyman Minsky courtesy of one of the best financial writers I know, John Mauldin). Productive debt involves the purchase of an income-producing asset that will generate income to repay the debt. Speculative debt takes the profit from the asset (acquired through debt) to maintain the debt service and the loan has to be renewed. Ponzi debt requires the selling of an asset at even higher prices in order to make a profit. In my opinion, we have had some of the first, but a lot of the last two. And there will be a price to pay in the future.

JOB GROWTH

In light of the upcoming election, you hear all the reports about job growth. We are adding jobs at a decent rate. But the number of unemployed and underemployed remain at all-time highs. And there is very little growth in wages.

You have all heard about the remarkable progress the U.S. has made recently in the energy area. Due to the shale boom, the U.S. may be energy independent by 2020. The direct and indirect impact of increased energy production has created 100% of the job growth (Jeff's opinion). Without it, U.S. job growth would look like Europe's – flat to down.

Now the price of oil and gas has dropped to the point of marginal profitability. What will happen to the job growth?

COMPETITIVE SITUATION

For many reasons, Fort Worth and the surrounding area has good economic activity relative to the rest of the United States. That means that nearly all financial institutions want to be in this market. We seemingly have new competitors opening weekly in our trade area. As is typical with lots of new competition, they have no market share and the only way they know how to gain market share is to cut price and grant favorable terms. This always creates problems, but the cycle repeats itself continuously. I will say we went from the tight conditions of the Great Recession to the current "loose" lending faster than at any time in my 43 year career.

DEPOSIT GROWTH

We have experienced good growth in deposits. I think all banks would say the same. There is relatively good economic activity (especially in our market) and our business customers are seeing more demand. Some of this demand is "pent-up" demand from the aftermath of the recession. Some is just due to immigration, population growth, and household formation. But I think most banks would say deposit growth has been pretty good.

WHAT DOES ALL THIS HAVE TO DO WITH TRINITY BANK?

You may be wondering, "What does debt, job growth, the competitive situation, and deposits have to do with positioning Trinity Bank?" See, I told you this could be disjointed. Trying to wrap a few thoughts up into something coherent is a challenge. But here is our thinking for Trinity Bank.

What do we do with deposits? Deposits are a bank's livelihood. First, we make all the good loans that we can find that fit our risk/reward profile. Next we invest in securities (currently all of our investments are in tax-exempt bonds issued by Texas municipalities and school districts – the safest investments I can find). Then we maintain some overnight investments to allow us to meet loan fundings and temporary deposit fluctuations.

Over a long period of time, temporary investments have averaged 5% of our total assets. Currently, and for the foreseeable future, our temporary investments will be more like 15% of our total assets. This may not be the wisest thing to do (and it definitely hurts current returns), but we think it is the safe thing to do.

We have not solved any of the problems that caused the Great Recession of 2008-2009. Worldwide debt levels are still excessive and too much of the debt is non-productive. This debt has to be dealt with – repaid or written off. Either or both scenarios will cause problems. But with problems come opportunities – if you are prepared and are smart enough to find them. We intend to be prepared and we hope we have enough smarts. The downside to this positioning is that the current situation (very low interest rates) may last for a long time.

Return on Assets is my favorite measure of profitability and productivity. It is the most difficult to “manipulate”. Return on Equity can be increased by leveraging – taking on more risk on a certain level of capital. Earnings per share can be increased by buying back stock. (And yes we do try to repurchase Trinity stock – but our revenues and net income are growing. Trinity Stock repurchases are not masking flat revenues and no growth like some). But it is difficult to manipulate Return on Assets. How much money we make with each dollar under our control is important.

How does Trinity Bank compare? As the Press Release states, we continually outperform local, state, and national peer groups. There are 10 banks domiciled in Fort Worth. Without identifying them, I have listed their Return on Assets for 2013.

- | | |
|----------|---------|
| 1. 1.04% | 6. .77% |
| 2. 1.06% | 7. .82% |
| 3. .84% | 8. .82% |
| 4. .34% | 9. .95% |
| 5. .58% | |

Trinity Bank 1.58%

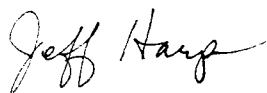
The productivity of our assets is very good comparatively speaking. We are earning on average 50% more than our competitors in this market. Keeping more dollars in temporary investments (our lowest rate of return) will reduce the Return on Assets some, but it should remain well above the competition.

THANKSGIVING

The legal phrase “Notwithstanding the foregoing” usually means something bad is coming. On the contrary, let me tell you how thankful I am. I am thankful for your support and investment. I am grateful for a great staff that tries very hard to provide excellent customer service. I am so blessed by my family, my friends, and a God that cares very much for us. I truly hope you feel the same.

There is lots of good and lots of bad in this world. Please share some good with someone less fortunate this Thanksgiving season. We are facing some challenging times, but we are fortunate to have the opportunity to make a difference in someone’s life. Please don’t miss an opportunity to make a difference.

Sincerely,



Jeffrey M. Harp
President

For Immediate Release

TRINITY BANK REPORTS RECORD EARNINGS
40TH CONSECUTIVE QUARTER OF PROFIT IMPROVEMENT

FORT WORTH, Texas, October 28, 2014 – Trinity Bank, N.A. (OTC Bulletin Board: TYBT) today announced operating results for the third quarter and the nine months ending September 30, 2014.

Results of Operations

For the third quarter of 2014, Trinity Bank, N.A. reported Net Income after Taxes of \$832,000, an increase of 15.4% over third quarter 2013 earnings of \$721,000. Earnings per diluted common share for the third quarter 2014 amounted to \$.73, an increase of 15.9% over third quarter 2013 results of \$.63 per diluted common share.

For the first nine months of 2014, Net Income after Taxes was \$2,410,000, an increase of 14.5% over the nine month 2013 results of \$2,105,000. Earnings per diluted common share for the first nine months of 2014 were \$2.12, an increase of 15.2% over 2013 nine months results of \$1.84 per diluted common share.

Jeffrey M. Harp, President, stated, “Operating results for the quarter ending September 30, 2014 were good. Performance ratios, Return on Assets of 1.68% and Return on Equity of 14.12%, remain well above all local, state and national peer groups. The primary factors contributing to this performance are:

- 1) a 14.7% increase in average loans over 3rd Q 2013,
- 2) increase in Net Interest Margin – from 3.69% to 3.87%, and
- 3) excellent operating expense control – Efficiency Ratio of 36.7%.

As previously announced, Trinity Bank will pay its sixth cash dividend on October 31st to shareholders of record as of October 15th. This dividend of \$.34 per share represents a 9.7% increase over the \$.31 dividend that was paid in April, 2014. The Board of Directors will continue to review dividend policy on a semi-annual basis.”

Page 2 – Trinity Bank third quarter 2014 earnings

<u>Average for Quarter Ending</u> (in 000's)	<u>9/30/2014</u>	<u>9/30/2013</u>	<u>%</u>
Loans	\$108,469	\$94,567	14.7%
Deposits	\$173,614	\$158,363	9.6%

<u>Actual for Quarter Ending</u> (in 000's)	<u>9/30/2014</u>	<u>9/30/2013</u>	<u>%</u>
Net Interest Income	\$1,708	\$1,518	12.5%
Non-Interest Income	127	110	15.5%
Non-Interest Expense	(732)	(637)	14.9%
Pretax Preprovision Income	\$1,103	\$991	11.3%
Gain on Sale of Securities and Foreclosed Assets	\$23	\$21	N/M
Loan Loss Provision	(28)	(20)	N/M
Pre Tax Income	1098	992	10.7%
Income Tax	(266)	(271)	(1.8)%
Net Income	\$832	\$721	15.4%
Diluted Weighted Average Shares	1,135	1,142	
Earnings per Share	0.73	\$0.63	15.9%
Return on Assets	1.68%	1.61%	
Return on Equity	14.12%	14.04%	

Trinity Bank, N.A. is a commercial bank that began operations May 28, 2003. For a full financial statement, visit Trinity Bank's website: www.trinitybk.com Regulatory reporting format is also available at www.fdic.gov.

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This Press Release may contain certain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995 regarding future financial conditions, results of operations and the Bank's business operations. Such forward-looking statements involve risks, uncertainties and assumptions, including, but not limited to, monetary policy and general economic conditions in Texas and the greater Dallas-Fort Worth metropolitan area, the risks of changes in interest rates on the level and composition of deposits, loan demand and the values of loan collateral, securities and interest rate protection agreements, the actions of competitors and customers, the success of the Bank in implementing its strategic plan, the failure of the assumptions underlying the reserves for loan losses and the estimations of values of collateral and various financial assets and liabilities, that the costs of technological changes are more difficult or expensive than anticipated, the effects of regulatory restrictions imposed on banks generally, any changes in fiscal, monetary or regulatory policies and other uncertainties as discussed in the Bank's Registration Statement on Form SB-1 filed with the Office of the Comptroller of the Currency. Should one or more of these risks or uncertainties materialize, or should these underlying assumptions prove incorrect, actual outcomes may vary materially from outcomes expected or anticipated by the Bank. A forward-looking statement may include a statement of the assumptions or bases underlying the forward-looking statement. The Bank believes it has chosen these assumptions or bases in good faith and that they are reasonable. However, the Bank cautions you that assumptions or bases almost always vary from actual results, and the differences between assumptions or bases and actual results can be material. The Bank undertakes no obligation to publicly update or otherwise revise any forward-looking statements, whether as a result of new information, future events or otherwise, unless the securities laws require the Bank to do so.

TRINITY BANK N.A.
(Unaudited)
(Dollars in thousands, except per share data)

EARNINGS SUMMARY	Quarter Ended			Nine Months Ended		
	September 30 2014	2013	% Change	September 30 2014	2013	% Change
Interest income	\$1,806	\$1,616	11.8%	\$5,274	\$4,735	11.4%
Interest expense	98	98	0.0%	290	304	-4.6%
Net Interest Income	1,708	1,518	12.5%	4,984	4,431	12.5%
Service charges on deposits	42	43	-2.3%	117	123	-4.9%
Other income	85	67	26.9%	249	209	19.1%
Total Non Interest Income	127	110	15.5%	366	332	10.2%
Salaries and benefits expense	381	385	-1.0%	1,135	1,122	1.2%
Occupancy and equipment expense	68	75	-9.3%	209	233	-10.3%
Other expense	283	177	59.9%	902	736	22.6%
Total Non Interest Expense	732	637	14.9%	2,246	2,091	7.4%
Pretax pre-provision income	1,103	991	11.3%	3,104	2,672	16.2%
Gain on sale of securities	0	21	N/M	258	359	-28.1%
Gain on sale of foreclosed assets	23	0	N/M	47	52	-9.6%
Provision for Loan Losses	28	20	40.0%	177	192	-7.8%
Earnings before income taxes	1,098	992	10.7%	3,232	2,891	11.8%
Provision for income taxes	266	271	-1.8%	822	786	4.6%
Net Earnings	\$832	\$721	15.4%	\$2,410	\$2,105	14.5%
Basic earnings per share	0.74	0.64	15.6%	2.14	1.86	15.1%
Basic weighted average shares outstanding	1,124	1,131		1,125	1,132	
Diluted earnings per share	0.73	0.63	15.9%	2.12	1.84	15.2%
Diluted weighted average shares outstanding	1,135	1,142		1,136	1,143	
BALANCE SHEET SUMMARY	Average for Quarter			Average for Nine Months		
	September 30 2014	2013	% Change	September 30 2014	2013	% Change
Total loans	\$108,469	\$94,567	14.7%	\$106,846	\$91,376	16.9%
Total short term investments	24,627	14,693	67.6%	15,519	18,577	-16.5%
Total investment securities	59,950	65,064	-7.9%	60,217	66,448	-9.4%
Earning assets	193,046	174,324	10.7%	182,582	176,401	3.5%
Total assets	198,164	179,452	10.4%	187,522	181,398	3.4%
Noninterest bearing deposits	56,904	42,308	34.5%	49,125	39,052	25.8%
Interest bearing deposits	116,710	116,055	0.6%	114,708	120,528	-4.8%
Total deposits	173,614	158,363	9.6%	163,833	159,580	2.7%
Fed Funds Purchased and Repurchase Agreements	429	229	87.3%	434	333	30.3%
Shareholders' equity	\$23,578	\$20,548	14.7%	\$22,831	\$20,937	9.0%

TRINITY BANK N.A.
(Unaudited)
(Dollars in thousands, except per share data)

BALANCE SHEET SUMMARY	Average for Quarter Ending				Sept. 30, 2013
	Sept. 30, 2014	June 30, 2014	March 31, 2014	Dec 31, 2013	
Total loans	\$108,469	\$107,290	\$104,737	\$100,220	\$94,567
Total short term investments	24,627	12,010	10,122	12,966	14,693
Total investment securities	59,950	59,408	60,942	63,937	65,064
Earning assets	193,046	178,708	175,801	177,123	174,324
Total assets	198,164	183,720	180,487	181,884	179,452
Noninterest bearing deposits	56,904	47,495	42,918	43,454	42,308
Interest bearing deposits	116,710	112,580	114,715	116,510	116,055
Total deposits	173,614	160,075	157,633	159,964	158,363
Fed Funds Purchased and Repurchase Agreements	429	429	442	267	229
Shareholders' equity	\$23,578	\$22,746	\$22,154	\$21,301	\$20,548
HISTORICAL EARNINGS SUMMARY	Quarter Ended				Sept. 30, 2013
	Sept. 30, 2014	June 30, 2014	March 31, 2014	Dec 31, 2013	
Interest income	\$1,806	\$1,758	\$1,709	\$1,677	\$1,616
Interest expense	98	95	96	100	98
Net Interest Income	1,708	1,663	1,613	1,577	1,518
Service charges on deposits	42	39	42	43	43
Other income	85	82	76	66	67
Total Non Interest Income	127	121	118	109	110
Salaries and benefits expense	381	377	377	478	385
Occupancy and equipment expense	68	69	72	73	75
Other expense	283	339	279	135	177
Total Non Interest Expense	732	785	728	686	637
Pretax pre-provision income	1,103	999	1,003	1,000	991
Gain on sale of securities	0	153	105	51	21
Gain on sale of foreclosed assets	23	0	24	0	0
Gain on sale of assets	0	0	0	18	0
Provision for Loan Losses	28	75	75	50	20
Earnings before income taxes	1,098	1,077	1,057	1,019	992
Provision for income taxes	266	270	286	263	271
Net Earnings	\$832	\$807	\$771	\$756	\$721
Diluted earnings per share	\$ 0.73	\$ 0.71	\$ 0.68	\$ 0.66	\$ 0.63

TRINITY BANK N.A.
(Unaudited)
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HISTORICAL BALANCE SHEET	Ending Balance				
	Sept. 30, 2014	June 30, 2014	March 31, 2014	Dec 31, 2013	Sept. 30, 2013
Total loans	\$110,778	\$108,648	\$103,762	\$109,505	\$93,934
Total short term investments	31,928	11,507	19,981	2,534	18,404
Total investment securities	61,731	58,067	59,669	63,495	63,966
Total earning assets	204,437	178,222	183,412	175,534	176,304
Allowance for loan losses	(1,447)	(1,371)	(1,396)	(1,321)	(1,271)
Premises and equipment	1,265	1,281	1,306	1,275	1,232
Other Assets	4,740	6,446	5,590	6,444	7,175
Total assets	208,995	184,578	188,912	181,932	183,440
Noninterest bearing deposits	59,336	50,548	46,896	45,813	44,398
Interest bearing deposits	124,676	110,131	118,861	113,839	117,411
Total deposits	184,012	160,679	165,757	159,652	161,809
Fed Funds Purchased and Repurchase Agreements	430	429	429	429	229
Other Liabilities	970	403	587	670	590
Total liabilities	185,412	161,511	166,773	160,751	162,628
Shareholders' Equity Actual	23,162	22,835	22,054	21,844	21,052
Unrealized Gain - AFS	421	231	85	(233)	(240)
Total Equity	\$23,583	\$23,066	\$22,139	\$21,611	\$20,812
NONPERFORMING ASSETS					
	Sept. 30,	June 30,	March 31,	Dec 31,	Sept. 30,
	2014	2014	2014	2013	2013
Nonaccrual loans	\$0	\$0	\$402	\$402	\$402
Restructured loans	\$0	\$0	\$0	\$0	\$0
Other real estate & foreclosed assets	\$300	\$300	\$0	\$0	\$0
Accruing loans past due 90 days or more	\$0	\$0	\$0	\$0	\$0
Total nonperforming assets	\$300	\$300	\$402	\$402	\$402
Accruing loans past due 30-89 days	\$0	\$0	\$0	\$0	\$0
Total nonperforming assets as a percentage of loans and foreclosed assets	0.27%	0.28%	0.39%	0.39%	0.37%

TRINITY BANK N.A.
(Unaudited)
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ALLOWANCE FOR LOAN LOSSES	Quarter Ending				
	Sept. 30, 2014	June 30, 2014	March 31, 2014	Dec 31, 2013	Sept. 30, 2013
Balance at beginning of period	\$1,371	\$1,396	\$1,321	\$1,271	\$1,249
Loans charged off	0	102	0	0	0
Loan recoveries	48	2	0	0	2
Net (charge-offs) recoveries	48	(100)	0	0	2
Provision for loan losses	28	75	75	50	20
Balance at end of period	\$1,447	\$1,371	\$1,396	\$1,321	\$1,271
Allowance for loan losses as a percentage of total loans	1.31%	1.26%	1.35%	1.27%	1.16%
Allowance for loan losses as a percentage of nonperforming loans	482%	457%	347%	329%	316%
Net charge-offs (recoveries) as a percentage of average loans	(0.04%)	N/A	N/A	N/A	N/A
Provision for loan losses as a percentage of average loans	0.03%	0.08%	0.07%	0.05%	0.02%

SELECTED RATIOS	Quarter Ending				
	Sept. 30, 2014	June 30, 2014	March 31, 2014	Dec 31, 2013	Sept. 30, 2013
Return on average assets (annualized)	1.68%	1.76%	1.71%	1.66%	1.61%
Return on average equity (annualized)	14.12%	14.19%	13.92%	14.20%	14.04%
Return on average equity (excluding unrealized gain on investments)	14.34%	14.36%	13.95%	14.10%	13.74%
Average shareholders' equity to average assets	11.90%	12.38%	12.27%	11.71%	11.45%
Yield on earning assets (tax equivalent)	4.07%	4.26%	4.14%	4.00%	3.92%
Cost of interest bearing funds	0.34%	0.34%	0.33%	0.34%	0.34%
Net interest margin (tax equivalent)	3.87%	4.05%	3.92%	3.78%	3.69%
Efficiency ratio (tax equivalent)	36.7%	40.7%	39.5%	38.5%	36.9%
End of period book value per common share	\$21.02	\$20.50	\$19.68	\$19.09	\$18.40
End of period book value (excluding unrealized gain on investments)	\$20.64	\$20.30	\$19.60	\$19.30	\$18.61
End of period common shares outstanding (in 000's)	1,122	1,125	1,125	1,132	1,131

TRINITY BANK N.A.
(Unaudited)
(Dollars in thousands, except per share data)

YIELD ANALYSIS	September 30, 2014				3 Months Ending September 30, 2013			
	Average Balance	Interest	Yield	Tax Equivalent Yield	Average Balance	Interest	Yield	Tax Equivalent Yield
Interest Earning Assets:								
Short term investment	\$ 24,627	40	0.65%	0.65%	\$ 14,693	18	0.49%	0.49%
Investment securities	543	5	3.68%	3.68%	22,791	185	3.25%	3.25%
Tax Free securities	59,407	359	2.42%	3.48%	42,273	213	2.02%	2.90%
Loans	108,469	1,402	5.17%	5.17%	94,567	1,200	5.08%	5.08%
Total Interest Earning Assets	193,046	1,806	3.93%	4.07%	174,324	1,616	3.71%	3.92%
Noninterest Earning Assets:								
Cash and due from banks	3,683				3,616			
Other assets	2,845				2,769			
Allowance for loan losses	(1,410)				(1,257)			
Total Noninterest Earning Assets	5,118				5,128			
Total Assets	\$198,164				\$179,452			
Interest Bearing Liabilities:								
Transaction and Money Market accounts	93,134	65	0.28%	0.28%	90,622	64	0.28%	0.28%
Certificates and other time deposits	23,666	33	0.56%	0.56%	25,433	34	0.53%	0.53%
Other borrowings	430	0	0.25%	0.25%	229	0	0.25%	0.25%
Total Interest Bearing Liabilities	117,230	98	0.34%	0.34%	116,284	98	0.34%	0.34%
Noninterest Bearing Liabilities								
Demand deposits	56,815				42,308			
Other liabilities	541				312			
Shareholders' Equity	23,578				20,548			
Total Liabilities and Shareholders Equity	\$198,164				\$179,452			
Net Interest Income and Spread		1,708	3.59%	3.73%		1,518	3.37%	3.58%
Net Interest Margin			3.54%	3.87%			3.48%	3.69%

TRINITY BANK N.A.
(Unaudited)
(Dollars in thousands, except per share data)

	September 30 2014	%	September 30 2013	%
LOAN PORTFOLIO				
Commercial and industrial	\$61,624	55.63%	\$52,561	55.96%
Real estate:				
Commercial	18,705	16.89%	15,827	16.85%
Residential	20,496	18.50%	16,333	17.39%
Construction and development	8,610	7.77%	6,810	7.25%
Consumer	1,343	1.21%	2,403	2.56%
Total loans (gross)	110,778	100.00%	93,934	100.00%
Unearned discounts	0	0.00%	0	0.00%
Total loans (net)	\$110,778	100.00%	\$93,934	100.00%

	September 30 2014	September 30 2013
REGULATORY CAPITAL DATA		
Tier 1 Capital	\$23,162	\$21,052
Total Capital (Tier 1 + Tier 2)	\$24,609	\$22,323
Total Risk-Adjusted Assets	\$122,851	\$122,065
Tier 1 Risk-Based Capital Ratio	18.85%	17.25%
Total Risk-Based Capital Ratio	20.03%	18.29%
Tier 1 Leverage Ratio	11.69%	11.77%

OTHER DATA

Full Time Equivalent Employees (FTE's)	15	14
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Stock Price Range

(For the Three Months Ended):

High	\$41.00	\$36.00
Low	\$38.00	\$32.50
Close	\$40.00	\$35.75