



May 2, 2024

1st Quarter 2024 Report to Trinity Bank Shareholders

Dear Shareholder

For the 1st Quarter 2024, your Bank posted net income of \$2,028,000 Million or \$1.80 per diluted common share compared to \$1,938,000 or \$1.70 per diluted common share in the same period of 2023. This performance represents a 4.64% and 5.88% increase respectively. With the current volatility in today's world and the financial markets, we are pleased with these results, but remain cautious due to the number of unknowns that our country is currently facing.

Choose a topic, any topic, and one realizes (whether you want to believe it or not) that all of us are affected in some way by the following:

- 1) Stagnant high inflation
- 2) Increased interest rates (short, long, mortgages, student loans)
- 3) Fed Guidance Uncertainty
- 4) Presidential Election Year (political in-fighting)
- 5) Middle East Conflict, Russia Conflict, Open Borders
- 6) And many more

With these in mind, your Bank is committed to our core principles and values to ensure safety and soundness of the Bank. We pride ourselves on banking individuals, operators, and shareholders that have sound financial stability and their principles align with ours. As a result, our performance has been steady in light of the current uncertainties.

Throughout the Texas banking market, we have friends and colleagues that are involved with a variety of financial institutions (community, regional, and national banks). The general consensus among a large number of these colleagues is that loan volume and requests are down considerably. Without knowing their existing book of loans, this decrease is probably due to their mix of loans (mainly real estate loans), increased rates (which have caused many projects to lose their viability), a lack of liquidity and overall political uncertainty.

With Trinity Bank being a true C&I (Commercial and Industrial) lender that banks operating businesses and individuals, we have been fortunate to uphold a steady loan pipeline. This again is a testament to our diversified customer and shareholder base. Even with increased rates, our customers have good backlogs, thus creating good financing opportunities. We ended the 1st Quarter at \$312 Million in loans, up from \$297 Million in the 4th Quarter 2023.

Even with a steady loan pipeline and good 1st Quarter numbers, we remain focused on our underwriting and credit practices. If you happen to hear of a good company that is getting mistreated by their existing bank, please let us know, as we stand ready to take advantage of quality opportunities.

Technology Update

Trinity Bank has always committed to providing top-tier technology to help our customers manage their banking. As such, we are pleased to announce some technological upgrades that will be rolling out in 2nd Quarter of 2024. Our website has been updated and refreshed to allow for more functionality and efficiency for our customers - (www.trinitybk.com). In addition to the website, we will be unveiling a new mobile and online banking platform in the month of May. We, as team, have spent countless hours investigating new online banking platform providers and have been working the past 18 months to provide a “best in breed” platform for our customers. We believe our new platform will provide a stronger, even more efficient experience for our valued customers geared toward making our customers lives better.

MARK YOUR CALENDAR

We will be hosting our Annual Shareholder’s Meeting on Tuesday, July 23rd at 4 p.m., here at the bank. Please plan to come if your summer schedule allows. It is always great to catch up with you, our loyal Shareholders, at the meeting.

SUCCESSION PLAN

We have attached an update to our succession plan. We are pleased that our hard work over the last 6 years has had a produced a successful transition.



Succession Plan Update

"I'm looking forward to the future because I have confidence that everything will be in good hands and, I love it when a plan comes together,"

*Jeff Harp, Shareholder Letter
October 12, 2023*

Trinity Bank was founded twenty-one years ago by Jeff Harp who believes that building a strong bank is first and foremost about relationships.

Sure, it involves the management of assets and financial transactions but the underlying value of our bank is the relationships we have built with you, our customers and shareholders. These relationships, coupled with our core values and strong, conservative principles have been the cornerstone of Trinity Bank's success since 2003.

Jeff, being keenly aware of the importance of these critical components, along with the blessing of the Board of Directors began the succession planning process more than seven years ago. This was the first step in preparing for the moment when the next generation would guide the bank he founded, by following the same sound approach to the transition as we have for the day-to-day operations of the bank.

As a result, we announced in May of 2018 the beginning of a thoughtful and deliberate transition in leadership which included the formation of the bank's current management team. It has been our mission, with each step along the way, to keep you informed and updated on our progress.

In January of 2020, the board officially announced the succession plan publicly naming Matt R. Opitz the Chief Executive Officer, Barney C. Wiley the President and Richard A. Burt the Chief Operating Officer, while Jeff remained as Chairman of the Board.

The only change to the management structure since January 1, 2020 was the intentional transition of Jeff's responsibilities. Once the transition was complete, Jeff announced a planned sabbatical in his October 12, 2023 letter to stakeholders.

The sabbatical was a success and signaled the completion of our succession planning process. The lack of succession planning has been one of the leading causes of the vast amount of bank consolidation we have seen over the years. Jeff, once again, led the charge to achieve what most of his competitors could not, the passing of the torch to the next generation. As a result, today we announce Jeff Harp's retirement from Trinity Bank.

As you have seen the gradual and methodical change in leadership and while we've known for some time this day would come, it doesn't make it any easier for anyone. Jeff's banking

career has been legendary, to say the least. He has been a banker in Fort Worth, Texas for more than 50 years and accomplished things most bankers could only hope to achieve.

Although Jeff has made the decision to retire from Trinity Bank employment and as a director, the impact he has made on Trinity Bank and the North Texas banking community will remain a big part of our identity. His incredible impact will continue to live on as we honor him and his legacy by carrying the same values and operating with the same sound principles. It is those principles that have brought us to this day and have put us in a position to be successful in the future.

Here at Trinity Bank, we take the time to know every customer by name. We pledge to provide the technology and the products of a “big bank” with the personal touch of the hometown bank you have come to know and appreciate.

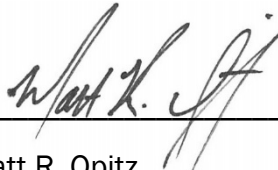
We will respond quickly and in a manner that ensures we understand the opportunities you pursue or the challenges you face in order to provide a value-added, creative solution to your financial needs.

We are in the business of providing exceptional experiences that work to make our customer’s lives better. We believe that doing the right thing, in the right way, for the right reason never goes out of style.

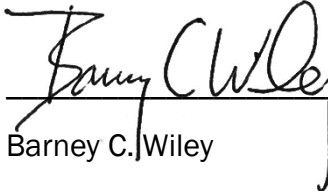
These principles are the foundation Trinity Bank was built on as well as what will continue to guide us forward. It is with much respect and reverence that we say, Thank You for all you have done Mr. Harp!

We will honor Jeff and his legacy at the annual meeting of our shareholders on July 23, 2024. We are collecting words of appreciation to share with the Harps. We invite you to share with us your positive reflections about the relationship that you have had with him and Trinity Bank and what it means to you by sending an email to thankyoujeff@trinitybk.com.

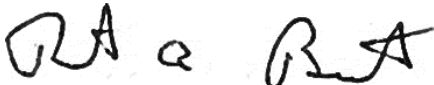
Sincerely,



Matt R. Opitz
Co-Chairman & CEO



Barney C. Wiley
Co-Chairman & President



Richard A Burt
Director & Chief Operating Officer

For Immediate Release

Trinity Bank Reports

First Quarter Earnings Up 5.9% to \$1.80 Per Share

Return on Assets 1.65% And Return on Equity 15.04%

FORT WORTH, Texas, April 29, 2024 - Trinity Bank N.A. (OTC PINK: TYBT) today announced operating results for the three months ending March 31, 2024.

Results of Operations

Trinity Bank, N.A. reported Net Income after Taxes of \$2,028,000 or \$1.80 per diluted common share for the first quarter of 2024, compared to \$1,938,000 or \$1.70 per diluted common share for the first quarter of 2023, an increase of 5.9%.

“We are pleased with our 1st Quarter results, and the overall outlook for 2024. We have been blessed with steady loan production, contrary to others in the industry suffering from a lack of demand,” stated President Barney Wiley. This a testament to our current customers and shareholders financial strength, and for this, we are thankful.

Although our results have remained solid, we are aware of the economic volatility in this election year. According to President Wiley, “We remain focused on asset quality, liquidity, and following our core values and prudent underwriting practices.”

“We are excited to announce technology upgrades to our website and on-line banking platform in the coming months which will further help our loyal customers. This rollout is a testament to our hardworking and dedicated employees, and our dedication to quality products and services.”

Trinity announced its 25th consecutive increase in its semiannual dividend. The dividend was paid this last week to shareholders. The April 2024 of \$.88 per share represents an increase of 8.6% over the April 2023 dividend of \$.81 per share.”

<u>Profitability</u>	<u>3/31/2024</u>	<u>3/31/2023</u>
Return on Assets	1.65%	1.76%
Return on Equity	15.04%	15.97%

<u>Average for Quarter Ending</u>			<u>%</u>
(in 000's)			
Loans	\$302,296	\$272,089	11.1
Deposits	\$436,796	\$393,194	11.1
Capital	\$53,923	\$48,537	11.1

Actual for Quarter Ending 03/31/2024

(in 000's)	<u>3/31/2024</u>	<u>3/31/2023</u>	<u>%</u>
Net Interest Income	\$4,102	\$3,692	11.1
Non-Interest Income	174	176	-1.1
Non-Interest Expense	(1,965)	(1,610)	22.1
Pretax Pre-provision Income	\$2,311	\$2,258	2.3
Gain on sale of Assets	17	0	
Loan Loss Provision	0	0	N/M
Pre-Tax Income	2,328	2,258	3.1
Income Tax	(300)	(320)	-6.3
Net Income	\$2,028	\$1,938	4.6
Diluted Weighted Average Shares	1,129	1,139	
Earnings per Share	\$1.80	\$1.70	5.9

Trinity Bank, N.A. is a commercial bank that began operations May 28, 2003. For a full financial statement or for monthly updates on deposit rates and liquidity position visit Trinity Bank's website: www.trinitybk.com. Regulatory reporting format is also available at www.fdic.gov.

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Trinity Bank
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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		%
	2024	2023	
	March 31		
Interest income	\$6,934	\$5,264	31.7%
Interest expense	2,832	1,572	80.2%
Net Interest Income	4,102	3,692	11.1%
Service charges on deposits	53	61	-13.1%
Other income	121	115	5.2%
Total Non Interest Income	174	176	-1.1%
Salaries and benefits expense	1,223	1,068	14.5%
Occupancy and equipment expense	122	108	13.0%
Other expense	620	433	43.2%
Total Non Interest Expense	1,965	1,609	22.1%
Pretax pre-provision income	2,311	2,259	2.3%
Gain on sale of Securities	0	(1)	N/M
Gain on sale of Assets	17		
Provision for Loan Losses	0	0	N/M
Earnings before income taxes	2,328	2,258	3.1%
Provision for income taxes	300	320	-6.3%
Net Earnings	\$2,028	\$1,938	4.6%
Basic earnings per share	1.88	1.78	5.6%
Basic weighted average shares outstanding	1,079	1,090	
Diluted earnings per share - estimate	1.80	1.70	5.9%
Diluted weighted average shares outstanding	1,129	1,139	
	Average for Quarter		
	March 31		
	2024	2023	%
BALANCE SHEET SUMMARY			Change
Total loans	\$302,296	\$272,089	11.1%
Total short term investments	37,649	22,733	65.6%
Total investment securities	143,056	136,288	5.0%
Earning assets	483,001	431,110	12.0%
Total assets	490,262	439,725	11.5%
Noninterest bearing deposits	127,766	146,896	-13.0%
Interest bearing deposits	309,030	246,298	25.5%
Total deposits	436,796	393,194	11.1%
Fed Funds Purchased and Repurchase Agreements	0	0	N/M
Shareholders' equity	\$53,923	\$48,537	11.1%

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

BALANCE SHEET SUMMARY	Average for Quarter Ending				March 31, 2023
	March 31, 2024	Dec. 31 2023	Sept. 30, 2023	June 30, 2023	
Total loans	\$302,296	\$297,994	\$294,238	\$283,827	\$272,089
Total short term investments	37,649	43,172	22,128	16,087	22,733
Total investment securities	143,056	132,516	133,687	134,403	136,288
Earning assets	483,001	473,682	450,053	434,317	431,110
Total assets	490,262	481,952	458,461	441,447	439,725
Noninterest bearing deposits	127,766	138,527	137,385	140,734	146,909
Interest bearing deposits	309,030	297,030	271,946	253,624	246,285
Total deposits	436,796	435,557	409,331	394,358	393,194
Fed Funds Purchased and Repurchase Agreements	0	261	1,076	55	0
Shareholders' equity	\$53,923	\$52,263	\$51,234	\$49,444	\$48,537
HISTORICAL EARNINGS SUMMARY	Quarter Ended				March 31, 2023
	March 31, 2024	Dec. 31 2023	Sept. 30, 2023	June 30, 2023	
Interest income	\$6,934	\$6,818	\$6,258	\$5,719	\$5,264
Interest expense	2,832	2,738	2,370	1,934	1,572
Net Interest Income	4,102	4,080	3,888	3,785	3,692
Service charges on deposits	53	55	69	64	61
Other income	121	117	114	120	115
Total Non Interest Income	174	172	183	184	176
Salaries and benefits expense	1,223	1,314	1,171	1,146	1,068
Occupancy and equipment expense	122	109	118	116	108
Other expense	620	509	500	441	433
Total Non Interest Expense	1,965	1,932	1,789	1,703	1,609
Pretax pre-provision income	2,311	2,320	2,282	2,266	2,259
Gain on sale of securities	0	(36)	(1)	(3)	(1)
Gain on sale of Other Assets	17	58	0	0	0
Provision for Loan Losses	0	0	0	0	0
Earnings before income taxes	2,328	2,342	2,281	2,263	2,258
Provision for income taxes	300	207	313	290	320
Net Earnings	\$2,028	\$2,135	\$1,968	\$1,973	\$1,938
Diluted earnings per share	\$ 1.80	\$ 1.88	\$ 1.73	\$ 1.73	\$ 1.70

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

HISTORICAL BALANCE SHEET	Ending Balance				
	March 31, 2024	Dec. 31 2023	Sept. 30, 2023	June 30, 2023	March 31, 2023
Total loans	\$312,372	\$297,423	\$298,506	\$292,591	\$270,530
Total short term investments	\$38,009	\$40,334	26,168	18,313	37,656
Total investment securities	\$139,598	\$140,403	127,035	130,603	136,407
Total earning assets	489,979	478,160	451,709	441,507	444,593
Allowance for loan losses	(5,225)	(5,224)	(5,222)	(5,344)	(5,344)
Premises and equipment	2,375	2,387	2,389	2,378	2,337
Other Assets	8,149	10,291	10,137	10,044	9,381
Total assets	495,278	485,614	459,013	448,585	450,967
Noninterest bearing deposits	130,876	130,601	135,016	141,613	151,010
Interest bearing deposits	310,889	301,603	279,319	259,401	252,164
Total deposits	441,765	432,204	414,335	401,014	403,174
Fed Funds Purchased and Repurchase Agreements	0	0	0	0	0
Other Liabilities	2,618	2,663	3,164	2,239	2,936
Total liabilities	444,383	434,867	417,499	403,253	406,110
Shareholders' Equity Actual	54,777	53,465	51,470	50,427	48,537
Unrealized Gain/Loss - AFS	(3,883)	(2,718)	(9,956)	(5,096)	(3,680)
Total Equity	\$50,894	\$50,747	\$41,514	\$45,331	\$44,857

NONPERFORMING ASSETS	Quarter Ending				
	March 31, 2024	Dec. 31 2023	Sept. 30, 2023	June 30, 2023	March 31, 2023
Nonaccrual loans	\$0	\$0	\$115	\$143	\$159
Restructured loans	\$598	\$658	\$0	\$0	\$0
Other real estate & foreclosed assets	\$0	\$0	\$0	\$0	\$0
Accruing loans past due 90 days or more	\$0	\$0	\$0	\$0	\$0
Total nonperforming assets	\$598	\$658	\$115	\$143	\$159
Accruing loans past due 30-89 days	\$0	\$1	\$2	\$2	\$407
Total nonperforming assets as a percentage of loans and foreclosed assets	0.19%	0.22%	0.04%	0.05%	0.06%

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

ALLOWANCE FOR LOAN LOSSES	Quarter Ending				
	March 31, 2024	Dec. 31 2023	Sept. 30, 2023	June 30, 2023	March 31, 2023
Balance at beginning of period	\$5,224	\$5,222	\$5,344	\$5,344	\$4,324
Loans charged off	0	0	(127)	0	0
Loan recoveries	0	2	5	0	0
Net (charge-offs) recoveries	0	2	(122)	0	0
Provision for loan losses (One time CECL adjustment)	0	0	0	0	1,020
Balance at end of period	\$5,224	\$5,224	\$5,222	\$5,344	\$5,344
Allowance for loan losses as a percentage of total loans	1.67%	1.76%	1.75%	1.83%	1.98%
Allowance for loan losses as a percentage of nonperforming assets	874%	794%	4541%	3737%	3361%
Net charge-offs (recoveries) as a percentage of average loans	0.00%	0.00%	0.04%	0.00%	0.00%
Provision for loan losses as a percentage of average loans	0.00%	0.00%	0.00%	0.00%	0.37%
SELECTED RATIOS	March 31, 2024	Dec. 31 2023	Sept. 30, 2023	June 30, 2023	March 31, 2023
Return on average assets (annualized)	1.65%	1.77%	1.72%	1.79%	1.76%
Return on average equity (annualized)	16.03%	19.87%	17.69%	17.74%	17.68%
Return on average equity (excluding unrealized gain on investments)	15.04%	16.34%	15.29%	15.96%	15.97%
Average shareholders' equity to average assets	11.00%	10.84%	11.18%	11.20%	11.04%
Yield on earning assets (tax equivalent)	2.08%	5.81%	5.76%	5.47%	5.09%
Effective Cost of Funds	2.31%	2.16%	2.11%	1.78%	1.46%
Net interest margin (tax equivalent)	3.63%	3.65%	3.66%	3.69%	3.63%
Efficiency ratio (tax equivalent)	42.8%	42.4%	41.6%	42.9%	39.4%
End of period book value per common share	\$50.77	\$46.73	\$38.09	\$41.59	\$41.12
End of period book value (excluding unrealized gain/loss on investments)	\$50.77	\$49.23	\$47.22	\$46.26	\$44.49
End of period common shares outstanding (in 000's)	1,079	1,086	1,090	1,090	1,091

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

YIELD ANALYSIS	Quarter Ending							
	March 31, 2024				March 31, 2023			
	Average Balance	Interest	Yield	Tax Equivalent Yield	Average Balance	Interest	Yield	Tax Equivalent Yield
Interest Earning Assets:								
Short term investment	\$ 37,649	517	5.49%	5.49%	\$ 22,733	271	4.77%	4.77%
FRB Stock	433	6	6.00%	6.00%	428	6	6.00%	6.00%
Taxable securities	2,472	32	5.18%	5.18%	444	7	6.31%	6.31%
Tax Free securities	140,151	1,047	2.99%	3.78%	135,416	827	2.44%	3.09%
Loans	302,296	5,331	7.05%	7.05%	272,089	4,153	6.11%	6.11%
Total Interest Earning Assets	483,001	6,933	5.74%	5.97%	431,110	5,264	4.88%	5.09%
Noninterest Earning Assets:								
Cash and due from banks	5,427				6,233			
Other assets	7,059				6,729			
Allowance for loan losses	(5,225)				(4,347)			
Total Noninterest Earning Assets	7,261				8,615			
Total Assets	\$490,262				\$439,725			
Interest Bearing Liabilities:								
Transaction and Money Market accounts	204,700	1,141	2.23%	2.23%	173,071	1,067	2.47%	2.47%
Certificates and other time deposits	95,663	1,678	7.02%	7.02%	73,213	505	2.76%	2.76%
Other borrowings	8,667	13	0.60%	0.60%	0	0	0.00%	0.00%
Total Interest Bearing Liabilities	309,030	2,832	3.67%	3.67%	246,284	1,572	2.55%	2.55%
Noninterest Bearing Liabilities:								
Demand deposits	127,766				146,909			
Other liabilities	2,856				1,875			
Shareholders' Equity	50,610				44,657			
Total Liabilities and Shareholders Equity	\$490,262				\$439,725			
Net Interest Income and Spread	173,971	4,101	2.08%	2.31%		3,692	2.33%	2.53%
Net Interest Margin			3.40%	3.63%			3.43%	3.63%

TRINITY BANK N.A.
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	March 31 2024	%	March 31 2023	%
LOAN PORTFOLIO				
Commercial and industrial	\$171,452	54.80%	\$147,968	54.62%
Real estate:				
Commercial	96,269	30.77%	78,122	28.84%
Residential	15,877	5.08%	16,574	6.12%
Construction and development	28,974	9.26%	27,921	10.31%
Consumer	272	0.09%	337	0.12%
Total loans	312,844	100.00%	270,922	100.00%

	March 31 2024	March 31 2023
REGULATORY CAPITAL DATA		
Tier 1 Capital	\$54,777	\$44,859
Total Capital (Tier 1 + Tier 2)	\$59,197	\$48,539
Total Risk-Adjusted Assets	\$352,550	\$302,197
Tier 1 Risk-Based Capital Ratio	15.54%	16.06%
Total Risk-Based Capital Ratio	16.79%	17.32%
Tier 1 Leverage Ratio	11.17%	11.04%

OTHER DATA

Full Time Equivalent Employees (FTE's)	28	25
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Stock Price Range

(For the Three Months Ended):

High	\$95.00	\$88.50
Low	\$89.00	\$87.75
Close	\$94.00	\$87.75