

JEFFREY M. HARP
President
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November 4, 2016

Dear Shareholder

I am pleased to announce the third quarter results for Trinity Bank. The Press Release is attached for your review. A number of shareholders have mentioned (politely) that sometimes the tone of my shareholder communications is a little too dour (I don't know if that is the right word but it sounds a little better than "too negative"). So I am going to take this opportunity to express my pride in our staff's performance and my optimism about the future.

FIRST MILLION DOLLAR QUARTER

The third quarter of 2016 marked the first time your bank has earned over \$1,000,000 in one quarter. We have been close in the last several quarters, but this is the first time we have done it. To give you a frame of reference, it took us four full years of operation to make \$1,000,000 in a year. Now, we are making that much in three months.

We are on pace to make a little over \$4,000,000 after taxes in 2016. This will be our 13th consecutive year of reporting more Net Income than the year before. For those of you that contributed to the \$11,000,000 we raised in 2003 to start Trinity Bank, I have two things to say. First, thanks for trusting and believing in us. Second, I hope you like the returns we have produced and the progress we have made.

FIRST YEAR TO PAY \$1,000,000 IN DIVIDENDS

With the dividend that was paid October 31st (our tenth dividend), 2016 is the first time Trinity Bank has paid over a million dollars in dividends in one year – \$1,002,696.30 to be exact. Since initiating the dividend in October 2012, we have paid a little over \$4,800,000 in dividends and we have been able to increase the dividend every six months. For those of you that invested with us at \$10.00 per share in the beginning, the 2016 dividends represent a 9% return on your original investment – in one year! From just the dividend!

FIRST YEAR FOR TRINITY STOCK TO TRADE SUSTAINABLY AT \$50 PLUS

For those of you that follow our stock (quoted on the OTCBB under the symbol TYBT), your investment is now trading a little above \$50. The last trade was \$52. Again, going back to 2003, our original investors now have a stock that is valued at five times the initial investment. I hope you are as pleased and thankful as I am.

UNDER CONSTRUCTION

By the time you have received this letter, we will have moved into our new space. The lending group has occupied the new area, and we love it. Please come by and let us show you our new facility.

We are now renovating the existing lobby and reconfiguring some of our existing offices for our Operations group. We still have several more months of noise, dust and inconvenience, but we think you will be proud of the result. We hope to have a formal celebration in conjunction with our Annual Meeting in May, 2017.

NEW STAFF

Over the past year, we have added Bobby Evartt to back up Richard Burt in Operations and Information Technology. Lori Brantley also joined us to take over the Loan Administration Group. Both are exceptionally capable and have significantly contributed to our ability to provide excellent customer service.

We have a new lender joining us in November (more details in the next letter). We hope to have a new lending assistant and another lender in place in the near future. In addition, we will add another lobby services person as soon as possible.

So we are growing (October 2016 marks the first month we reached \$200,000,000 in deposits), expanding and renovating our existing location, and adding new contributors. These are exciting times for me and for Trinity Bank.

LOAN ISSUES

Forgive me. I can only be optimistic so long without also being realistic. Last quarter, I told you of a new problem loan relationship and that I would provide additional information later. The way we have structured Trinity Bank has advantages and disadvantages. We tend to have fewer, larger customer relationships. This helps us be very efficient and very profitable. The downside is that when we have a problem, it usually is a big one.

The problem relationship had an excellent year in 2015 but encountered difficulties in early 2016. They used several financing sources (Trinity being one of them). One of the other lenders made the decision to put this customer out of business. This is a large bank that has a much different version of "helping good people through bad times" than Trinity. In any event, we have margin in our collateral, the borrower is cooperating with us, and we are receiving payments monthly. We have been able to reduce the debt a little over 10% since July 1, and we have a plan to collect in full over the next 18-24 months. I also need to pass along a special thanks to Barney Wiley and Kris Nordyke. They have done a superb job of working with this customer to reduce our debt.

2017

As we get close to the end of the year, let me summarize 2016. It has been good for Trinity Bank in every area except for loan growth. We have to add new lenders to sustain our loan volume and increase it. As I mentioned earlier, we have a new lender joining us soon and hope to have another lender in the near future. Trinity Bank remains very efficient and very profitable. 2016 will be 13th consecutive year of making more than the year before (every year since inception). Few, if any, banks can duplicate that record. We have a great staff and we have added some key people this year. Our new facility will be finished in early 2017. We can't wait to get started.

HAPPY THANKSGIVING

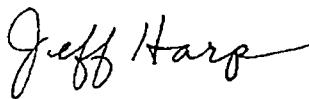
This is my favorite time of year. I have so much to be thankful for. 2016 has been eventful for me. My middle daughter had her first child in March – our third grandson. My son married a beautiful young lady in May. My oldest daughter had her third child in August – our first granddaughter. And my youngest daughter is getting married November 12th. I have two thoughts.

“Whew! This is a lot of stress! But what blessings!”

“To God be the glory, great things He hath done!”

Thanks for your support and your investment in Trinity Bank. We are doing our best to make you proud and to make you a little money. Please take the opportunity this Thanksgiving season to be thankful for the good things in your life and remember to do something for someone that is less fortunate. You will be richer for it.

Sincerely,



Jeffrey M. Harp

For Immediate Release

TRINITY BANK REPORTS FIRST \$1,000,000 QUARTERLY PROFIT

FORT WORTH, Texas, October 26, 2016 – Trinity Bank, N.A. (OTC Bulletin Board: TYBT) today announced operating results for the third quarter and the nine months ending September 31, 2016. The financial summary is attached for your review.

Results of Operations

For the third quarter of 2016, Trinity Bank, N.A. reported Net Income after Taxes of \$1,019,000, an increase of 7.4% over third quarter 2014 earnings of \$949,000. Earnings per diluted common share for the third quarter 2016 amounted to \$.91, an increase of 8.3% over third quarter 2015 results of \$.84 per diluted common share.

For the first nine months of 2016, Net Income after Taxes was \$2,937,000, an increase of 6.6% over the nine month 2015 results of \$2,756,000. Earnings per diluted common share for the first nine months of 2016 were \$2.60, an increase of 6.6% over 2015 nine months results of \$2.44 per diluted common share.

Jeffrey M. Harp, President, stated, “We are pleased to announce Trinity’s first quarter with Net Income in excess of \$1,000,000. It took us four full years of operation to make \$1,000,000 for the year (2007). It is very gratifying for all of us to now be making in excess of \$1,000,000 in one quarter. I would like to thank our staff, our Board, and our customers for making this possible.”

“Trinity continues to perform at a high level - Return on Assets of 1.84% and Return on Equity of 14.33% - when compared to all local, state, and national peer groups.”

As previously announced, Trinity Bank will pay its tenth cash dividend October 31st to shareholders of record as of October 14th. This dividend of \$.46 per share represents a 4.5% increase over the \$.44 dividend that was paid in April, 2016. The Board of Directors will continue to review dividend policy on a semi-annual basis.”

Page 2 – Trinity Bank third quarter 2016 earnings

<u>Average for Quarter Ending</u> (in 000's)	<u>9/30/2016</u>	<u>9/30/2015</u>	<u>%</u>
Loans	\$120,931	\$119,107	1.5%
Deposits	\$189,344	\$179,635	5.4%
<u>Actual for Quarter Ending</u> (in 000's)	<u>9/30/2016</u>	<u>9/30/2015</u>	<u>%</u>
Net Interest Income	\$1,874	\$1,910	(1.9)%
Non-Interest Income	153	130	17.7%
Non-Interest Expense	(816)	(839)	(2.7)%
Pretax Preprovision Income	\$1,211	\$1,201	.8%
Gain on Sale of Securities and Foreclosed Assets	91	31	
Loan Loss Provision	0	0	
Pre Tax Income	1,302	1,232	5.7%
Income Tax	(283)	(283)	
Net Income	\$1,019	\$949	7.4%
Diluted Weighted Average Shares	1,120	1,133	
Earnings per Share	0.91	0.84	8.3%
Return on Assets	1.84%	1.83%	
Return on Equity	14.33%	14.24%	

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 September 30			Nine Months Ending September 30		
	2016	2015	% Change	2016	2015	% Change
Interest income	\$2,010	\$2,007	0.1%	\$6,070	\$5,821	4.3%
Interest expense	136	97	40.2%	\$396	\$291	36.1%
Net Interest Income	1,874	1,910	-1.9%	5,674	5,530	2.6%
Service charges on deposits	38	46	-17.4%	\$114	\$136	-16.2%
Other income	115	82	40.2%	308	\$253	21.7%
Total Non Interest Income	153	130	17.7%	422	389	8.5%
Salaries and benefits expense	476	514	-7.4%	\$1,505	\$1,397	7.7%
Occupancy and equipment expense	72	69	4.3%	\$225	\$195	15.4%
Other expense	268	256	4.7%	\$836	\$866	-3.5%
Total Non Interest Expense	816	839	-2.7%	2,566	2,458	4.4%
Pretax pre-provision income	1,211	1,201	0.8%	3,530	3,461	2.0%
Gain on sale of securities	91	31	N/M	\$184	\$43	N/M
Gain on sale of foreclosed assets	0	0	N/M	\$0	\$70	N/M
Gain on sale of other assets	0	0	N/M	\$41	\$0	N/M
Provision for Loan Losses	0	0	N/M	0	0	N/M
Earnings before income taxes	1,302	1,232	5.7%	3,755	3,574	5.1%
Provision for income taxes	283	283	0.0%	\$818	\$818	0.0%
Net Earnings	\$1,019	\$949	7.4%	\$2,937	\$2,756	6.6%
Basic earnings per share	0.92	0.85	8.2%	2.62	2.46	6.5%
Basic weighted average shares outstanding	1,109	1,122		1,118	1,121	
Diluted earnings per share	0.91	0.84	8.3%	2.60	2.44	6.6%
Diluted weighted average shares outstanding	1,120	1,133		1,129	1,132	

BALANCE SHEET SUMMARY	Average for Quarter September 30			Average for Nine Months September 30		
	2016	2015	% Change	2016	2015	% Change
Total loans	\$120,931	\$119,107	1.5%	\$120,099	\$115,632	3.9%
Total short term investments	14,035	13,055	7.5%	15,736	15,033	4.7%
Total investment securities	81,166	70,557	15.0%	78,851	70,992	11.1%
Earning assets	216,132	202,719	6.6%	214,686	201,657	6.5%
Total assets	221,332	207,560	6.6%	219,926	206,819	6.3%
Noninterest bearing deposits	61,241	60,995	0.4%	62,336	58,971	5.7%
Interest bearing deposits	128,103	118,640	8.0%	126,558	120,788	4.8%
Total deposits	189,344	179,635	5.4%	188,894	179,759	5.1%
Fed Funds Purchased and Repurchase Agreements	361	429	-15.9%	358	429	-16.6%
Shareholders' equity	\$30,278	\$26,653	13.6%	\$29,390	\$25,837	13.8%

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

BALANCE SHEET SUMMARY	Average for Quarter Ending				Sept. 30, 2015
	Sept. 30, 2016	June 30, 2016	March 31, 2016	Dec 31, 2015	
Total loans	\$120,931	\$118,028	\$122,069	\$124,316	\$119,107
Total short term investments	14,035	16,766	16,414	16,894	13,055
Total investment securities	81,166	80,062	76,418	71,663	70,557
Earning assets	216,132	214,856	214,901	212,873	202,719
Total assets	221,332	219,895	220,262	217,961	207,560
Noninterest bearing deposits	61,241	58,456	63,433	67,719	60,995
Interest bearing deposits	128,103	130,204	126,587	120,853	118,640
Total deposits	189,344	188,660	190,020	188,572	179,635
Fed Funds Purchased and Repurchase Agreements	361	358	355	361	429
Shareholders' equity	\$30,278	\$29,460	\$28,758	\$27,733	\$26,653
HISTORICAL EARNINGS SUMMARY	Quarter Ended				Sept. 30, 2015
	Sept. 30, 2016	June 30, 2016	March 31, 2016	Dec 31, 2015	
Interest income	\$2,010	\$2,016	\$2,043	\$2,070	\$2,007
Interest expense	136	134	126	107	97
Net Interest Income	1,874	1,882	1,917	1,963	1,910
Service charges on deposits	38	37	39	50	48
Other income	115	87	104	87	82
Total Non Interest Income	153	124	143	137	130
Salaries and benefits expense	476	520	509	627	514
Occupancy and equipment expense	72	76	78	68	69
Other expense	268	267	298	149	256
Total Non Interest Expense	816	863	885	844	839
Pretax pre-provision income	1,211	1,143	1,175	1,256	1,201
Gain on sale of securities	91	67	27	18	31
Gain on sale of foreclosed assets	0	0	0	0	0
Gain on sale of other assets	0	19	22	21	0
Provision for Loan Losses	0	0	0	76	0
Earnings before income taxes	1,302	1,229	1,224	1,219	1,232
Provision for income taxes	283	263	272	242	283
Net Earnings	\$1,019	\$966	\$952	\$977	\$949
Diluted earnings per share	\$ 0.91	\$ 0.86	\$ 0.84	\$ 0.86	\$ 0.84

TRINITY BANK N.A.
(Unaudited)
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HISTORICAL BALANCE SHEET	Ending Balance				
	Sept. 30, 2016	June 30, 2016	March 31, 2016	Dec 31, 2015	Sept. 30, 2015
Total loans	\$123,995	\$117,616	\$120,214	\$127,871	\$118,146
Total short term investments	12,817	13,269	21,082	20,095	18,533
Total investment securities	80,951	79,974	78,737	72,616	70,542
Total earning assets	217,763	210,859	220,033	220,582	207,221
Allowance for loan losses	(1,644)	(1,633)	(1,624)	(1,613)	(1,528)
Premises and equipment	1,764	1,425	1,444	1,397	1,304
Other Assets	8,918	5,353	5,189	8,008	5,381
Total assets	226,801	216,004	225,042	228,374	212,378
Noninterest bearing deposits	67,702	59,753	63,151	73,078	60,749
Interest bearing deposits	127,123	124,839	130,828	125,772	122,491
Total deposits	194,825	184,592	193,979	198,850	183,240
Fed Funds Purchased and Repurchase Agreements	361	361	355	355	429
Other Liabilities	1,793	1,235	1,842	1,095	1,582
Total liabilities	196,979	186,188	196,176	200,300	185,251
Shareholders' Equity Actual	28,106	28,097	27,180	26,755	25,818
Unrealized Gain - AFS	1,716	1,719	1,686	1,319	1,309
Total Equity	\$29,822	\$29,816	\$28,866	\$28,074	\$27,127
NONPERFORMING ASSETS	Quarter Ending				
	Sept. 30, 2016	June 30, 2016	March 31, 2015	Dec 31, 2015	Sept. 30, 2015
Nonaccrual loans	\$3,173	\$1,349	\$1,383	\$0	\$0
Restructured loans	\$0	\$0	\$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	\$3,173	\$1,349	\$1,383	\$0	\$0
Accruing loans past due 30-89 days	\$0	\$0	\$0	\$0	\$0
Total nonperforming assets as a percentage of loans and foreclosed assets	2.56%	1.15%	1.15%	0.00%	0.00%

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(Unaudited)
(Dollars in thousands, except per share data)

ALLOWANCE FOR LOAN LOSSES	Quarter Ending				
	Sept. 30, 2016	June 30, 2016	March 31, 2016	Dec 31, 2015	Sept. 30, 2015
Balance at beginning of period	\$1,633	\$1,624	\$1,613	\$1,528	\$1,518
Loans charged off	0	0	0	0	0
Loan recoveries	11	9	11	9	10
Net (charge-offs) recoveries	11	9	11	9	10
Provision for loan losses	0	0	0	76	0
Balance at end of period	\$1,644	\$1,633	\$1,624	\$1,613	\$1,528
Allowance for loan losses as a percentage of total loans	1.33%	1.39%	1.35%	1.26%	1.29%
Allowance for loan losses as a percentage of nonperforming assets	52%	121%	117%	N/A	N/A
Net charge-offs (recoveries) as a percentage of average loans	-0.01%	-0.01%	-0.01%	-0.01%	-0.01%
Provision for loan losses as a percentage of average loans	N/A	N/A	N/A	0.06%	N/A

SELECTED RATIOS	Quarter Ending				
	Sept. 30, 2016	June 30, 2016	March 31, 2016	Dec 31, 2015	Sept. 30, 2015
Return on average assets (annualized)	1.84%	1.76%	1.73%	1.79%	1.83%
Return on average equity (annualized)	13.46%	13.12%	13.19%	14.09%	14.24%
Return on average equity (excluding unrealized gain on investments)	14.33%	13.97%	14.01%	14.84%	14.68%
Average shareholders' equity to average assets	13.68%	13.40%	13.06%	12.72%	12.84%
Yield on earning assets (tax equivalent)	4.14%	4.16%	4.32%	4.23%	4.34%
Effective Cost of Funds	0.26%	0.25%	0.24%	0.20%	0.19%
Net interest margin (tax equivalent)	3.88%	3.92%	4.08%	4.03%	4.15%
Efficiency ratio (tax equivalent)	36.2%	38.8%	38.4%	36.2%	37.0%
End of period book value per common share	\$26.89	\$26.67	\$25.77	\$25.07	\$24.18
End of period book value (excluding unrealized gain on investments)	\$25.34	\$25.13	\$24.27	\$23.89	\$23.01
End of period common shares outstanding (in 000's)	1,109	1,118	1,120	1,120	1,122

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

YIELD ANALYSIS	Quarter Ending				September 30, 2015			
	September 30, 2016				September 30, 2015			
	Average Balance	Interest	Yield	Tax Equivalent Yield	Average Balance	Interest	Yield	Tax Equivalent Yield
Interest Earning Assets:								
Short term investment	\$ 13,663	28	0.82%	0.82%	\$ 12,685	21	0.66%	0.66%
Investment securities	372	6	6.00%	6.00%	370	6	6.00%	6.00%
Tax Free securities	81,166	513	2.53%	3.64%	70,557	440	2.49%	3.59%
Loans	120,931	1,463	4.84%	4.84%	119,107	1,540	5.17%	5.17%
Total Interest Earning Assets	216,132	2,010	3.72%	4.14%	202,719	2,007	3.96%	4.34%
Noninterest Earning Assets:								
Cash and due from banks	3,820				4,112			
Other assets	3,017				2,257			
Allowance for loan losses	(1,637)				(1,528)			
Total Noninterest Earning Assets	5,200				4,841			
Total Assets	\$221,332				\$207,560			
Interest Bearing Liabilities:								
Transaction and Money Market accounts	102,124	78	0.31%	0.31%	96,860	67	0.28%	0.28%
Certificates and other time deposits	25,979	58	0.89%	0.89%	21,780	30	0.55%	0.55%
Other borrowings	361	0	0.30%	0.30%	429	0	0.25%	0.25%
Total Interest Bearing Liabilities	128,464	136	0.42%	0.42%	119,069	97	0.33%	0.33%
Noninterest Bearing Liabilities								
Demand deposits	61,241				60,995			
Other liabilities	1,349				843			
Shareholders' Equity	30,278				26,653			
Total Liabilities and Shareholders Equity	\$221,332				\$207,560			
Net Interest Income and Spread		1,874	3.30%	3.72%		1,910	3.63%	4.02%
Net Interest Margin			3.47%	3.88%			3.77%	4.15%

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

	September 30 2016	%	September 30 2015	%
LOAN PORTFOLIO				
Commercial and industrial	\$67,314	54.29%	\$60,904	51.55%
Real estate:				
Commercial	22,227	17.93%	22,523	19.06%
Residential	19,398	15.64%	19,677	16.65%
Construction and development	13,671	11.03%	13,237	11.20%
Consumer	1,385	1.12%	1,805	1.53%
Total loans (gross)	123,995	100.00%	118,146	100.00%
Unearned discounts	0	0.00%	0	0.00%
Total loans (net)	\$123,995	100.00%	\$118,146	100.00%

	September 30 2016	September 30 2015
REGULATORY CAPITAL DATA		
Tier 1 Capital	\$28,106	\$25,818
Total Capital (Tier 1 + Tier 2)	\$29,750	\$27,346
Total Risk-Adjusted Assets	\$141,322	\$131,608
Tier 1 Risk-Based Capital Ratio	19.92%	19.62%
Total Risk-Based Capital Ratio	21.08%	20.78%
Tier 1 Leverage Ratio	12.70%	12.44%

OTHER DATA

Full Time Equivalent Employees (FTE's)	16	16
Stock Price Range		
(For the Three Months Ended):		
High	\$50.25	\$61.00
Low	\$49.00	\$51.00
Close	\$50.25	\$51.00