



“Trinity Bank was Built for Times Like These.”

We are pleased to provide this brief monthly update to inform you about your bank's safety and to address the recent confusion in the banking world. We will continue to keep you updated monthly.

Liquidity – As of 09/30/2023, cash at the Federal Reserve Bank or “**Overnight Money**” has increased to \$26,168,357.

In addition, we could sell \$19,039,725 in securities with **NO** reduction in Capital or impact to Net Income.

Therefore, we could create liquidity (to fund deposit withdrawals) of \$45,208,082 with no impact to Capital or Net Income. This would represent over 10% of our total deposits.

Additional Liquidity – We could sell our entire unpledged bond portfolio, at current prices, to generate an additional \$95,470,538 in liquidity.

The sale would generate only a (\$6,878,068) reduction in the bank’s Net Income. In this worst-case scenario, **the bank would remain profitable and be well above the minimum capital requirements.**

We also have access to \$35,500,000 in the form of three lines of credit we maintain with the Fed as well as two other financial institutions. Currently, we have \$14,119,732 in bonds pledged to the Fed as collateral for our line of credit which has a zero balance.

This would create total liquidity of \$176,178,620 that would represent over 42% of our total deposits.

Capital decreased slightly due to the \$927,000 dividend payment.

Deposits have decreased slightly to \$414,335,000.

(000's)	July 31, 2023	August 31, 2023	September 30, 2023
Overnight Money	\$ 26,285	\$ 28,637	\$ 26,168
Liquidity	\$ 189,569	\$ 181,212	\$ 176,179
Reduction in Capital	\$ (4,945)	\$ (4,868)	\$ (6,878)
Capital	\$ 50,973	\$ 51,530	\$ 51,470
Deposits	\$ 413,291	\$ 417,654	\$ 414,335

Trinity Bank is built for difficult times, and we’ve seen them before. But unlike some banks, we are well positioned for them and anticipate picking up new relationships as other banks are forced to tighten their lending standards.