

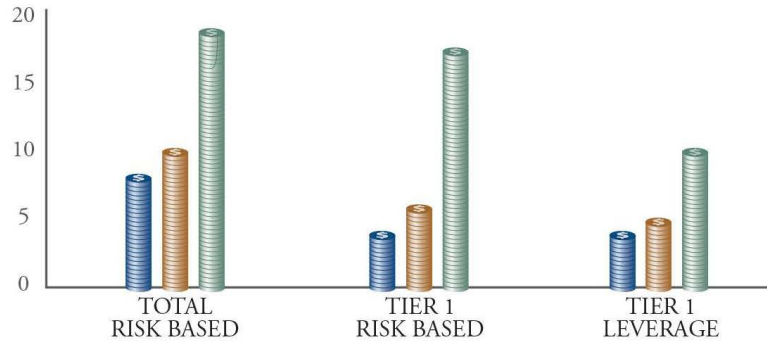


# FIRST NATIONAL BANK OF HUTCHINSON

May 5, 2014

To assist you in complying with the Interbank Liabilities requirements of Regulation F, we are pleased to provide the following financial information as of March 31, 2014:

## CAPITAL ADEQUACY



	TOTAL RISK BASED	TIER 1 RISK BASED	TIER 1 LEVERAGE
Adq. Cap.	8.00	4.00	4.00
Well Cap.	10.00	6.00	5.00
FNB Hutch	18.08	17.02	10.57

Well Capitalized, No Supervisory Concerns

## ASSET QUALITY

Nonperforming Loans/Total Loans	1.78%
Nonperforming Loans/Primary Capital	7.76%
Loan Loss Reserve/Total Loans and Leases	1.39%
Net Loans and Lease Losses/Total Loans and Leases O.S.	.00%

## EARNINGS

Net Income/Total Assets (ROA)	.73%
Net Income/Primary Capital (ROE)	6.75%
Earning Assets/Total Assets	93.83%

## LIQUIDITY

Liquidity Ratio	40.66%
Total Loans and Leases/Total Deposits	53.48%

If you would like additional information please let me know.

Sincerely,

Mike Pritchett  
Executive Vice President & Manager

Correspondent Bank Services

620-694-2311

Enclosure

**Bank Financial Highlights**  
**First National Bank of Hutchinson**  
**Hutchinson, KS**

All dollars in thousands (\$000)

	Dec 10 YTD	Dec 11 YTD	Dec 12 YTD	Dec 13 YTD	Mar 14 Early YTD
<b>Balance Sheet</b>					
Total Assets	549,787	553,542	613,227	599,709	617,450
Securities	190,628	229,925	236,468	234,208	256,352
Held-to-Maturity Secs(AmortCost)	0	0	0	0	0
Avail for Sale Secs (Fair Value)	190,628	229,925	236,468	234,208	256,352
Total Loans & Leases(C)	250,756	237,320	275,122	282,647	291,698
Total Deposits	456,635	466,466	522,286	524,199	545,403
Gross Loans/Total Deposits	54.91	50.88	52.68	53.92	53.48
Provision for Loan & Lease Loss	700	250	350	0	75
<b>Capital</b>					
Total Bank Equity Capital	56,122	60,815	65,240	64,573	66,499
Total Capital (Tier 1+2+3)	58,153	60,746	65,822	68,924	69,903
Tangible Equity Ratio	9.81	10.64	10.21	10.88	10.57
Total Risk-based Capital Ratio	18.36	19.75	17.46	18.18	18.08
Tier 1 Risk-based Capital Ratio	17.12	18.60	16.32	17.12	17.02
Leverage Ratio	9.81	10.64	10.21	10.88	10.57
Dividend Payout	30.85	33.13	8.40	30.75	21.71
<b>Profitability</b>					
Net Income (Loss)	2,998	4,361	4,926	4,425	1,129
Return on Average Assets	0.55	0.81	0.86	0.74	0.74
Return on Average Equity	5.39	7.42	7.81	6.86	6.89
Net Interest Margin (Tax Adj)	2.92	3.09	3.12	3.10	3.05
Net Interest Income (Tax Adj)/AA	2.74	2.88	2.90	2.92	2.97
<b>Asset Quality</b>					
Nonperf Ln&Debt Sec/CoreCap&LnLsRsrv	3.41	2.16	1.09	4.21	7.43
Loan Loss Reserve/Nonperf Loans	198.24	270.92	594.72	137.84	78.26
Adjusted Nonperf Assets/TA	1.27	0.90	1.03	0.95	1.31
PastDue 90 Days:Loans & Leases/GL	0.03	0.13	0.02	0.03	0.09
Reserves/Gross Loans	1.57	1.50	1.56	1.41	1.39
Net Charge-Offs/Average Loans	0.01	0.26	-0.15	0.10	0.01
Real Estate Loans/GDL	58.77	59.42	56.74	60.81	61.81
<b>Liquidity</b>					
Brokered Deposits/TD	0.44	0.00	0.06	2.00	1.89
Avg Int-Bear Asset/Avg Int-Bear Liab	128.69	132.24	132.83	133.62	140.25
Pledged Securities/Total Securities	70.60	57.07	58.61	56.27	52.68
Tot Secs:Fair Val to Amrtzd Cost	101.05	102.13	101.98	99.33	100.01