

**Company** CITIZENS 1ST BANK  
**Group Affiliation** Not Applicable  
**Financial Strength Rating** A+ (Excellent Financial Strength)  
**Address** 2001 East South East Loop 323, Tyler, TX 75701  
**Date Reviewed** July 16, 2010 (No Change) based on data through March 31, 2010  
**Next Review Date** September 2010

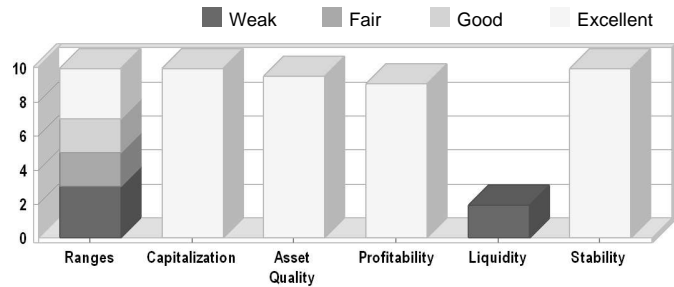
**Major Rating Factors:** Excellent current capitalization (10.0 on a scale of 0 to 10) based on a risk-based capital ratio of 30.9 and a capital leverage ratio of 14.8. A five year analysis of stability tests including evaluations of capital adequacy, asset growth, and profitability lead to an Excellent overall stability index (10.0).

**Other Rating Factors:** A current level of 0.5 percent of nonperforming loans to core capital combined with 0.1 percent from a year earlier contributes to the Excellent asset quality (9.6 on a scale of 0 to 10). Operating profits as a percentage of assets at 2.5%, coupled with a return on assets of 2.5 has resulted in Excellent (9.1) profitability.

## Historical Highlights

Data Date	Safety Rating	RBCR	Lvrg. Ratio	Return On Assets	Total Assets (\$ mil)	Total Capital (\$ mil)	Total Dep. (\$ mil)	Net Income (\$ mil)
03-10	A+	30.9	14.8	2.53	705.2	117.0	415.6	4.5
03-09	A+	31.3	13.2	2.37	684.8	95.1	419.4	4.0
2009	A+	34.2	14.6	2.46	709.2	110.2	403.6	16.8
2008	A+	29.7	13.5	1.81	663.9	88.4	391.8	11.1
2007	A	30.4	14.2	1.52	583.7	82.4	333.4	8.9
2006	A+	36.4	16.3	1.55	604.3	92.7	297.2	9.3
2005	A+	35.5	15.0	1.85	603.7	87.9	281.2	11.4

## Rating Indexes



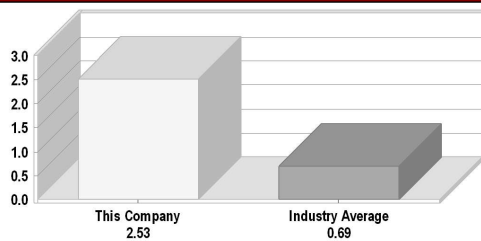
## Company Information

Non-performing Loans: As a % of total loans (0.19), as a % of capital (0.5)

Asset Mix: Securities (58%), home mtgs (16%), comm re (11%), comm loans (2%), cash (2%), consumer loans (2%), other (9%)

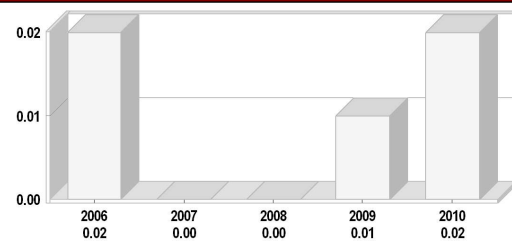
States with branches: TX

## % of Operating Profits to Average Assets



Rating	Range
Very Weak	<= -.21
Weak	-.20 to .39
Fair	.40 to 1.19
Good	1.2 to 1.69
Excellent	>= 1.7

## % of Net Charge-offs to Average Loans



## Rating Definitions

**A+ - Excellent Financial Strength.** The A+ rating means that, in our opinion, this institution offers excellent financial security. It has maintained a conservative stance in its business operations and underwriting practices as evidenced by its strong equity base, top-notch asset quality, steady earnings, and high liquidity. While the financial position of any institution is subject to change, we believe this institution has the resources necessary to deal with severe economic conditions. The A+ rating is the highest grade possible from Weiss Ratings and places this company on Weiss Recommended List of companies, an elite group of 26 banks representing the top .3% of the industry.

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