



**CONSOLIDATED
FINANCIAL STATEMENTS**

**TGR FINANCIAL, INC.
AND SUBSIDIARY**

**FOR THE QUARTER ENDED
MARCH 31, 2016
(unaudited)**

TGR Financial, Inc. and Subsidiary
Consolidated Statements of Financial Condition (unaudited)

(dollars in thousands, except per share data)

	March 31, 2016	December 31, 2015
Assets:		
Cash and due from banks	\$ 33,291	\$ 6,999
Interest earning balances due from banks and others	37,140	28,856
Total cash and cash equivalents	70,431	35,855
Securities available-for-sale	221,660	262,714
Federal Reserve Bank stock	3,005	3,005
Federal Home Loan Bank stock	1,689	3,356
Loans, net of allowance for loan losses, \$8,901 and \$8,757, respectively	816,415	801,993
Premises and equipment, net	19,694	19,729
Other real estate owned, net	-	-
Accrued interest receivable	2,487	2,283
Goodwill and other intangibles	5,709	5,734
Bank owned life insurance	23,807	23,641
Deferred tax asset, net	8,545	9,734
Other assets	873	751
Total assets	\$ 1,174,315	\$ 1,168,795
Liabilities and Stockholders' Equity:		
Liabilities:		
Noninterest-bearing demand deposits	\$ 172,164	\$ 155,879
Interest-bearing liabilities:		
Money market	199,288	189,169
NOW	362,127	370,694
Savings	50,562	50,330
Certificates of deposits over \$250,000	61,396	49,448
Certificates of deposits equal or under \$250,000	73,766	77,314
Total deposits	919,303	892,834
Customer repurchase agreements	132,297	114,702
Short term borrowings	15,000	55,000
Long term borrowings	-	3,000
Total borrowings	147,297	172,702
Other liabilities	4,047	1,839
Total liabilities	1,070,647	1,067,375
Stockholders' Equity:		
Common stock, \$1 par value; 500,000,000 shares authorized, 17,227,449 and 17,227,448, issued and outstanding, respectively	17,227	17,227
Preferred stock, Nonvoting Series A Convertible, \$1 par value (liquidation preference \$0.001); 7,050,000 shares authorized, 1,037,984 issued and outstanding	1,038	1,038
Additional paid-in capital	90,985	90,874
Accumulated deficit	(5,653)	(6,904)
Accumulated other comprehensive income/(loss), net of tax	71	(815)
Total stockholders' equity	103,668	101,420
Total liabilities and stockholders' equity	\$ 1,174,315	\$ 1,168,795

TGR Financial, Inc. and Subsidiary
Consolidated Statements of Operations (unaudited)

For the Three Months Ended March 31,

(dollars in thousands, except per share data)

	2016	2015
Interest income:		
Loans	\$ 8,329	\$ 6,746
Investment securities	1,134	1,002
Interest bearing balances due from banks and others	86	64
Total interest income	9,549	7,812
Interest expense:		
Deposits	1,018	835
Customer repurchase agreements	86	55
Other borrowed funds	71	61
Total interest expense	1,175	951
Net interest income	8,374	6,861
Provision for loan losses	140	92
Net interest income after provision for loan losses	8,234	6,769
Non-interest income:		
Service charges and fees on deposit accounts	309	265
Title and closing services revenue	104	101
Gain (loss) on sale of securities, net	7	19
Bank owned life insurance	166	134
Bargain purchase gain (adjustment)	-	(79)
Other non-interest income	53	179
Total non-interest income	639	619
Non-interest expense:		
Salaries and employee benefits	4,112	3,536
Occupancy and equipment	916	868
Professional fees	149	137
Data processing	307	267
Advertising, marketing, and business development	296	253
Regulatory assessments	241	218
Other non-interest expense	894	733
Total non-interest expense	6,915	6,012
Income before income taxes	1,958	1,376
Provision (benefit) for income taxes	707	508
Net income	\$ 1,251	\$ 868
Basic income per common share	\$ 0.07	\$ 0.05
Diluted income per common share	\$ 0.07	\$ 0.05
Basic weighted average number of common shares outstanding	17,227,448	16,798,444
Diluted weighted average number of common shares outstanding	18,683,457	18,087,034