

Independent Bank of Austin, Lakeway reports 92.5 percent profit increase

Independent Bank of Austin, SSB, recently reported a second quarter net profit of \$319,570 after setting aside \$113,000 for loan loss reserves and \$202,175 for income taxes. Profit was up 92.5 percent over first quarter 2006 profit after the set asides.

Total assets for the one-year-old bank at June 30 were \$87.7 million, up 24.4 percent over the \$70.5 million reported at the end of the previous quarter. Loans represented \$75.9 million, up 24 percent over the \$61.2 million reported in the first quarter. Deposits were \$79 million, up 26.4 percent over the \$62.5 million reported at March 31, 2006. Additional financial performance can be seen at www2.fdic.gov/Call_TFR_Rpts/search.asp.

Independent Bank's branch office serving Georgetown and Sun City businesses and residents also reflected significant growth in deposits. Broken out of the figures above, deposits at June 30 were \$14.3 million, up 55.4 percent over deposits of \$9.3 million at the end of the previous quarter.

The Lakeway-based bank, which officially opened its doors June 6, 2005, with \$7.5 million in

capitalization, established a limited service branch (at 3613 Williams Dr., Ste. 201 in the Village Lake Office Condominiums) between Georgetown and the burgeoning Sun City retirement development in September.

"I'm pleased to report continued earnings growth as well as strong loan and deposit growth in the second quarter, further testament of the strong economic activity in the Williamson and

Travis County areas we serve," said Denny Buchanan, president and CEO.

"Our original objective was to generate \$100 million in assets for Independent Bank within five to 10 years," Buchanan noted. "Our revised estimates to regulatory authorities at June 30 indicate that Independent Bank will be more than \$100 million by December, \$120 million by next July and \$150 million by year-end 2008."