



April 21, 2005

Dear Fellow Shareholder:

Enclosed you will find the Audited Financial Statements for Trinity Bank, N.A. for the year ended December 31, 2004. You may notice that the reporting format is different. Last year, you received a 10-KSB report for the year ending December 31, 2003 which included our audited financial statements. This year, you will notice that there is an Audit Report, but no 10-KSB. I will attempt to explain why as succinctly as possible.

Publicly-traded companies typically are held to a higher level of financial reporting than private companies. I hope that you remember that Trinity Bank is publicly traded on the Over The Counter Bulletin Board (OTCBB) under the symbol TYBT. Following the Enron scandal, Congress passed a new law entitled Sarbanes-Oxley (SOX) that was supposed to establish new standards of corporate accountability and to impose new penalties for corporate fraud and/or illegal acts. The new law applies to all publicly-traded entities (no matter the size or the proclivity to manipulate numbers). One of the results was that our legal and accounting costs to comply with SOX would more than double for 2005 and would increase at least another 40% for 2006. This is obviously a significant expense, and we try to remain cognizant of our expenses. One of our stated goals is to develop an organization that can pay a little more for money, charge a little less to those who borrow, and make up the difference by being very focused and efficient.

After consulting with our accountants and attorneys, we discovered that we could elect to become a “non-filer” and remain publicly-traded on the OTCBB exchange. This is possible because the OTCBB accepts regulatory reporting (as a national bank we file reports with the Office of the Comptroller of the Currency, a division of the Treasury Department) in lieu of the 10-Q and 10-K reports that we have filed since inception. “Non-filer” status means that we are not subject to SOX. Therefore, at the January Board Meeting, your Board of Directors voted unanimously to elect “non-filer” status.

That action having been taken, let me reassure you that management and the Board of Directors is totally committed to providing full and accurate disclosure of Trinity Bank’s financial results. Our accounting firm will continue to provide a quarterly compilation and an annual audit with Balance Sheet, Income Statement, Statement of Changes in Stockholders’ Equity, and Statement of Cash Flows with full disclosure (all footnotes).

The main thing you will not see is a section entitled “Management’s Discussion and Analysis of Financial Condition and Results of Operation”. If you have any questions about our financial condition or results of operation, please call me and I will be glad to provide the answers to the best of my ability.

A second item that may be noteworthy to you, the shareholder, is that we elected to change accounting firms this year. Please be assured that we do not have any disputes with our previous accounting firm over any of the financial results that have been reported to you. In fact, if there were any disputes, we would be required by law to report them to you. We made the change over some quality of service issues. The Audit Committee of your Board reviewed all of the information available and unanimously recommended the change of accounting firms to the full Board of Directors. Our new accounting firm specializes in banks and has over 50 current bank clients in Texas. They also have several “de novo” banks such as Trinity Bank as clients and are familiar with the special needs of a startup banking organization. We recently finished with the 2004 Audit, and we have been pleased with the new relationship to date.

Now with all of that out of the way, I feel sure you are wondering, “How did we do?”. You probably remember our Third Quarter Report in which we announced in big, bold letters,

“AND FINALLY, WE EARNED OUR FIRST MONTHLY PROFIT IN SEPTEMBER, 2004”.

Well, we can now say that

“FINALLY, WE EARNED OUR FIRST QUARTERLY PROFIT IN THE FOURTH QUARTER OF 2004”.

Operating results improved from a Loss of \$218,316 in the Fourth Quarter of 2003 to a Gain of \$10,422 for the Fourth Quarter of 2004. We continue to make steady progress as shown below:

<u>Period</u>	<u>Gain (Loss) From Operations</u>
5-28-03 to 9-30-03	(\$426,028)
4Q '03	(\$218,316)
1Q '04	(\$158,143)
2Q '04	(\$ 91,878)
3Q '04	(\$ 37,379)
4Q '04	\$ 10,422

While we are extremely grateful to have a profitable quarter behind us, we also understand how far we have to go to achieve an adequate return on your and our investment in Trinity Bank. But now, barring a catastrophe, the operating losses are behind us and we are beginning to recoup the losses incurred in the startup phase of Trinity Bank, N.A.

The most important question that we face is, “Are we creating shareholder value?” The answer is, “I think so”. As you know, we opened for business on May 28, 2003 after you and 257 people like you purchased shares for \$10.00 per share. If you check our stock price (the best site that I have seen is Yahoofinance.com and enter TYBT.OB), you will see that the last trade was \$13.75 and the current bid (the price at which you could sell shares) is \$14.60. Those prices equate to a return on your investment of between 37.5% and 46% in less than two years. And we just had our first profitable quarter. You may ask (as I often do), “How can this be?”. I would like to tell you that this increase in value is due to superb management and humility (it is okay to laugh privately here), but I will try to provide a more realistic explanation.

First of all, financial institutions (especially banks in high-growth states like Texas, Florida, and California) have enjoyed a good run-up in stock price in the last several years. In fact, stock prices have increased faster (in most cases) than operating results. This situation is fun while it lasts, but it will not go on forever. Growth in operating income (and really cash flow) must increase at a higher rate to justify the current bank stock price levels.

Second, we really have been fortunate and we really have done a reasonably good job when you compare Trinity Bank’s results with the new bank charters in metropolitan areas in Texas. In fact, we are significantly different from all other recent new charters. Through a combination of good products, good prices, and good shareholder support, we have been successful in attracting core deposits. Total deposits reached the \$48 million level in 19 months. As of the date of this letter, we are slightly above \$53 million. All other new banks of our vintage either have been able to generate loans but struggle with finding deposits with which to fund them, or they have struggled with both loans and deposits. As I have said before, core deposits generated from the target market segment are the lifeblood of any banking organization and are a good indication of value creation.

Significantly different does not necessarily mean significantly better. But I believe that you could ask any financial institution analyst to review Trinity Bank's performance to date, and I believe that response would be positive. Our challenge remains the same. Can we produce quality loans at an acceptable rate? At December 31, 2004, we were slightly ahead of plan in the loan portfolio – total loans of \$27,899,000 versus plan of \$26,280,000. We would be more profitable if our loan levels were higher, but we have maintained our focus on the types of loans that we are most comfortable with – individuals, small and medium-size businesses, and owner-occupied real estate. And the competition, with all the new banks entering the market, remains severe.

I cannot write one of these letters without soliciting your help. Please let us know if there is anything going on in the market that requires bank products and services. We must continue to develop long-term relationships with quality people. That includes net providers of funds (depositors) and net users of funds (borrowers). We just really need to know about opportunities. We need all 258 shareholders to be our eyes and ears in the market place. Please help us increase the value of your investment in Trinity Bank.

As always, if you have any questions or comments, please contact me. I really appreciate the confidence you have shown in us, and I promise that we will continue to try to be the very best provider of financial services in Fort Worth and the surrounding area.

Sincerely,

A handwritten signature in cursive script that reads "Jeff Harp". The signature is written in black ink and is positioned above a horizontal line.

Jeffrey M. Harp
President

Enclosure