



June 7, 2004

Dear Shareholder:

Please find enclosed the Trinity Bank, N.A. Financial Report for the first quarter of 2004. We are making good progress in some areas, but in other areas, challenges remain.

For those of you who came to the Annual Meeting, I appreciate your attendance and your interest. For those of you who weren't able to attend, I want to pass on some information that was reviewed at the Annual Meeting updated with some more recent results.

First let me begin by discussing the competitive environment that we are facing.

- There are many new physical locations for existing competitors. Summit, Worth, and Woodhaven have all opened a facility within three miles of us.
- There are many new entrants to the market. Bank of Texas, Compass, Wachovia, Regions, Hibernia, Plans Capital, etc. have all opened locations or have announced plans to come into the Tarrant County market.
- The good news is that there is lots of economic activity (i.e. the pie is getting larger). The bad news is that it is very competitive.
- We still are very comfortable with our niche in the market. Market acceptance of our business model has been excellent. In the chart below, I have compared Trinity Bank, N.A. to the last three De Novo banks chartered in Tarrant County.

<u>Bank</u>	<u>Date</u> <u>Chartered</u>	<u>Total Assets</u> <u>at 3-31-04</u>
1.	4-99	\$88,795,000
2.	4-01	\$43,841,000
3.	11-02	\$36,244,000
Trinity Bank, N.A.	5-03	\$44,074,000

Second, let me discuss the areas where we are making good progress. Most importantly, we have been very successful in generating deposit relationships – the lifeblood of any financial institution. This is due to:

- strong shareholder support,
- well-designed and competitively-priced products and services,
- attractive and accessible physical facility, and
- great employees.

From our Charter Application (base case), we projected to have \$25,014,000 in deposits at this time. As of March 31, 2004, deposits totaled \$34,023,000. Let me also point out that over 25% of these deposits are non-interest bearing, which is indicative of our focus on commercial business.

With the completion of our drive-in facility in early April, with the inception of our courier service, and with the addition of the mortgage products, we now have all of our planned initial products and services available. If you have not tried us yet, please consider giving me a call. If we can just get a potential customer to try us, we are confident that they will like the people, the products, and the price.

Third, let me discuss with you the challenges we face by reviewing the following numbers concerning loan volume and the difference between what we pay for money and what we earn (margin).

	<u>Base Case Projection</u>	<u>Actual 3-31-04</u>
Loans	\$17,770,000	\$15,289,000
Rates		
Earning Assets	4.95%	3.53%
Cost of Funds	1.07%	.98%
Margin	3.88%	2.55%

We continue to be behind schedule in achieving the projected loan volume. Yet, we are making every good loan we can find. I am very pleased with the loans that we have on the books. Our largest loans are to our strongest borrowers, and we have still not had one past due loan. But competition is fierce, and we continue to focus on business and individual loans while avoiding speculative real estate loans. Hopefully, the recent resurgence of the economy will continue and will produce lending opportunities for us in the near future.

The margin situation is also a challenge. If we were able to achieve the projected margin (3.88%) today, we would already be at breakeven, but as one can see, we have some work ahead of us. The margin will improve somewhat as loans increase, but the only other way to increase the margin would be to invest a significant amount of money in longer-term bonds. This is something we have sought to avoid in this rising rate environment.

Finally, we continue to lag behind projected profitability.

	<u>Base Case Projection</u>	<u>Actual through March 31, 2004</u>
Operating Loss	(\$598,862)	(\$802,989)

We are making progress, but it is agonizingly slow.

	2003	2004
	<u>3rd quarter</u>	<u>1st quarter</u>
Operating Loss	(\$299,839)	(\$158,145)

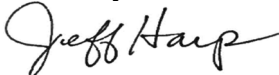
With next quarter results, I will try to provide you with a first year profit comparison of Trinity Bank with the three De Novo banks listed on page one. This is the best way I can try to tell you how we are doing based upon the conditions that new banks face.

Overall, the Board of Directors and the staff of Trinity Bank are pleased with the results of our first ten months (through March 31, 2004) of operation. We face challenges, but we are committed to staying the course and focusing on doing what we do best.

We are especially appreciative of the investment from you, our shareholders. Without you, we would not have this opportunity. Please remember us if there is anything we can do for you, and please let us know if you become aware of any business opportunities in the market. One of our strengths lies in being able to respond quickly to any opportunities that become available.

As always, if you have any comments, questions, or suggestions, please call me at 817-569-7227.

Sincerely,



Jeffrey M. Harp
President

JMH:dbs