



August 6, 2007

Dear Shareholders:

OPERATING RESULTS

I am pleased to report the comparative results from operations for Trinity Bank, N.A. for the second quarter of 2007 as well as for the first half of 2007. Listed below are some key numbers from our second quarter press release (the entire press release and summary financial report is attached for your review).

	<u>Average for Quarter Ending</u>		
	<u>6-30-07</u>	<u>6-30-06</u>	<u>%Δ</u>
Loans	\$46,530,000	\$35,331,000	32%
Deposits	\$90,344,000	\$63,278,000	43%

	<u>Actual for Quarter Ending</u>		
	<u>6-30-07</u>	<u>6-30-06</u>	<u>%Δ</u>
Pre-Tax Income	\$372,000	\$225,000	65%
After-Tax Income	\$244,000	\$225,000	8%

We were able to achieve our eleventh consecutive quarter of increased profit. The comparative results for the second quarter of 2007 were again penalized by a full tax rate versus a 0% tax rate in the second quarter of 2006. This situation will occur again in 2007's third quarter. After that, the quarterly comparisons will be based on fully taxed earnings (apples to apples). Taking everything into consideration, including the level of competition in the marketplace, I think we are making acceptable progress in profitability.

PERSONNEL

I have some exciting personnel news to share with you. I am proud to report to you that Barney Wiley has been promoted to Senior Vice President of Trinity Bank. Barney has been with us since opening day, and his performance in the lending area has been exemplary.

I am also pleased to announce that Casey Gartner has joined us as Assistant Vice President in the lending department. Casey is a Fort Worth native who attended Arlington Heights High School and TCU. He joins Trinity from another Fort Worth banking institution where he received formal credit training and served as a loan officer. As you know, new talent is the lifeblood of any organization, and we are very pleased to have Casey become a part of the Trinity team.

LOAN QUALITY

I have two somewhat related topics of current interest that I would like to discuss with you. The first involves the **subprime mortgage** mess and the second is the **slowdown in the home building business**. As you are aware, Trinity Bank has been active in the mortgage business, and we have frequently solicited referrals from you, our shareholders, for residential mortgage business. **We have not made any subprime mortgages.**

A very high percentage (more than 95%) of our mortgage loans are conventional loans with 20% down payment. All have been at a fixed rate – no adjustable rate mortgages. All of the loans have been sold in the secondary market without recourse to Trinity Bank. Our only exposure would be to some kind of fraud claim, and we are very comfortable that there are no claims of any kind from any mortgage that we have originated.

(From the personal opinion department, I hope we do not have any legislative “help” on the subprime mortgage fiasco. The lenders and investors that have profited from the excesses of this activity need to face the consequences of their actions.)

The subprime problem has spilled over into the residential construction market. It is slowing down, and the impact on banks that have a concentration in residential development and construction loans (especially speculative houses) will be negative. No one knows at this time how severe the problem will be. I do know that this area has not been a victim of some of the excesses that have occurred in the Far West and the Southeast. Also, the DFW area has a strong underpinning from in-migration and household formation.

Trinity Bank has not been a major player in land development and/or non-owner occupied construction loans. (That may be one of the reasons we have had such a difficult time generating loan growth compared to most of our peers and direct competitors.) Our total land/construction portfolio is a little over \$4 million – less than 10% of our loans. We have no residential development loans, and we have only one “spec” house on the books, and we have one more in the works.

What about the rest of the loan portfolio? Loan quality at Trinity Bank has been very good up to this point. Our statistics have been impressive. We have not had a “problem” loan to date. We have no non-accrual loans or foreclosed real estate. We have no classified or criticized loans. The regulatory reporting requirement for past due loans is loans that are 30 days past due as of the end of the month. After four years of operation, we have had only one past due loan, and it was a CD secured loan where the paperwork was lost in the mail.

To check our own opinion about the quality of our loan portfolio, we have two third party organizations that review our loans annually. The Office of the Comptroller of the Currency (national bank examiners) reviews our loans during their whole bank examinations. In addition, we employ an outside loan review company, Kacinski & Associates, to review our loan portfolio annually.

I hate to brag because, as you know, that is when you get your head handed to you. But I am very pleased to date, and I want to share the facts with you. We have been blessed with good borrowers and we participate in a dynamic economic environment. Those two things always make bankers seem better than they are.

Do I have any concerns? Yes, there are two. First, we have a pretty good concentration of loans in the commercial construction field – general contractors, subcontractors, vendors and suppliers. The heavy rains of May and June have prevented numerous projects from starting, progressing, or being completed. In addition, now that things have finally dried out, everyone is starting up at once, and there will be some problems with “bottlenecks”. Everyone wants a pier driller or a concrete truck at the same time. We watch this area closely, and we are prepared to work these customers through this time, if necessary. I do take comfort from the level of equity (staying power) that our customers have in their businesses, and I take comfort from the fact that practically all of our borrower’s owners/managers have been through the whole cycle before. They know how to manage in good times and in bad.

My second concern is just from the risk of lending in general. If you make loans, you will have a problem loan at some point. We are no different than anyone else. The financial services industry has had a great run since the early 90's. Trinity Bank has had a great four year run, and we hope it continues. The only thing that we can do at this point is continue to build our Reserve for Loan Losses. It is in good times that one sets aside something for the tough times.

Loan quality is a critical issue that is difficult to discuss in a short letter. If you have any questions or need any additional information, please call or email me.

SCORECARD DEPARTMENT

The second quarter of 2007 represents the close of our fourth full year of operation. Our strategic goal in the beginning was (and remains) to develop long-term relationships with quality people, and to generate \$20 million in net new deposits and \$15 million in net new loans annually. I realize that this sounds simplistic, but these are the areas that we try to focus on. If we do these two things well, after ten years of operation, we will have a bank with \$200 million in deposits and \$150 million in loans. How are we doing?

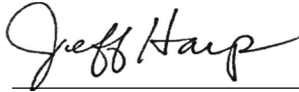
	<u>Goal</u>	<u>Average June '07</u>
Loans	\$60,000,000	\$46,645,000
Deposits	\$80,000,000	\$91,389,000

As you can see, we are about 14% ahead of plan in deposits and 22% behind in the loan area (and we are continuing to make progress in profitability). I feel good about the deposit growth. I believe that our target market segment finds value in our products and pricing and service. I am somewhat disappointed in the loan growth as that should be one of my strengths. But the competition is doing things that we are not comfortable with. As an example, in June, we had seven loan opportunities that met our criteria. We were successful in obtaining three, one was deferred, and we lost the other three over rate, terms or a combination of both. This is somewhat disappointing, but it is some indication of the level of competition in the market. And it is not going to get any better in the near future.

Continued improvement will come from generating as many new lending opportunities as possible. The addition of Casey to our lending staff should improve our results over the next 12 to 24 months. As always, we need all of the referrals we can get from you, our shareholders. Please mention Trinity Bank to your friends, relatives, neighbors, business associates, etc. You, plus satisfied customers, are our greatest source of new business.

The Board and the staff of Trinity Bank appreciate your investment and your support. If you have any questions or comments, please call, email or come by.

Sincerely,



Jeffrey M. Harp
President

Enclosures

Special Cautionary Notice Regarding Forward-Looking Statements

This letter may contain certain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995 regarding future financial conditions, results of operations and the Bank's business operations. Such forward-looking statements involve risks, uncertainties and assumptions, including, but not limited to, monetary policy and general economic conditions in Texas and the greater Dallas-Fort Worth metropolitan area, the risks of changes in interest rates on the level and composition of deposits, loan demand and the values of loan collateral, securities and interest rate protection agreements, the actions of competitors and customers, the success of the Bank in implementing its strategic plan, the failure of the assumptions underlying the reserves for loan losses and the estimations of values of collateral and various financial assets and liabilities, that the costs of technological changes are more difficult or expensive than anticipated, the effects of regulatory restrictions imposed on banks generally, any changes in fiscal, monetary or regulatory policies and other uncertainties as discussed in the Bank's Registration Statement on Form SB-1 filed with the Office of the Comptroller of the Currency. Should one or more of these risks or uncertainties materialize, or should these underlying assumptions prove incorrect, actual outcomes may vary materially from outcomes expected or anticipated by the Bank. A forward-looking statement may include a statement of the assumptions or bases underlying the forward-looking statement. The Bank believes it has chosen these assumptions or bases in good faith and that they are reasonable. However, the Bank cautions you that assumptions or bases almost always vary from actual results, and the differences between assumptions or bases and actual results can be material. The Bank undertakes no obligation to publicly update or otherwise revise any forward-looking statements, whether as a result of new information, future events or otherwise, unless the securities laws require the Bank to do so.