



Comptroller of the Currency
Administrator of National Banks

PUBLIC DISCLOSURE

June 13, 1997

COMMUNITY REINVESTMENT ACT PERFORMANCE EVALUATION

**First National Bank
Charter Number 14131**

**100 North High Street
Antlers, Oklahoma 74523**

**Office of the Comptroller of the Currency
Southwestern District
500 N. Akard, 1600 Lincoln Plaza
Dallas, Texas 75201-3394**

NOTE: This evaluation is not, nor should it be construed as, an assessment of the financial condition of this institution. The rating assigned to this institution does not represent an analysis, conclusion or opinion of the federal financial supervisory agency concerning the safety and soundness of this financial institution.

GENERAL INFORMATION

The Community Reinvestment Act (CRA) requires each federal financial supervisory agency to use its authority when examining financial institutions subject to its supervision, to assess the institution's record of meeting the credit needs of its entire community, including low- and moderate-income neighborhoods, consistent with safe and sound operation of the institution. Upon conclusion of such examination, the agency must prepare a written evaluation of the institution's record of meeting the credit needs of its community.

*This document is an evaluation of the Community Reinvestment Act (CRA) performance of **First National Bank** prepared by the **Office of the Comptroller of the Currency**, the institution's supervisory agency, as of June 13, 1997. The agency rates the CRA performance of an institution consistent with the provisions set forth in Appendix A to 12 CFR Part 25.*

INSTITUTION'S CRA RATING: This institution is rated **Satisfactory**.

First National Bank's loan-to-deposit ratio is reasonable. A substantial majority of its loans are in the bank's assessment area. The distribution of borrowers reflects reasonable penetration among individuals of different income levels and businesses of different sizes.

The following table indicates the performance level of First National Bank with respect to each of the five performance criteria.

SMALL INSTITUTION ASSESSMENT CRITERIA	First National Bank PERFORMANCE LEVELS		
	Exceeds Standards for Satisfactory Performance	Meets Standards for Satisfactory Performance	Does not meet Standards for Satisfactory Performance
Loan to Deposit Ratio		X	
Lending in Assessment Area	X		
Lending to Borrowers of Different Incomes and to businesses of Different sizes		X	
Geographic Distribution of Loans	An analysis of the geographic distribution of loans was not performed because there are relatively few distinct low- or moderate-income neighborhoods.		
Response to Complaints	The bank has not received any complaints relating to it's CRA performance.		

DESCRIPTION OF INSTITUTION

The First National Bank (FNB), a subsidiary of First Antlers Bancorp, Inc., has its main office in Antlers and a full service branch in Atoka. The bank has no automated teller machines. Total assets are \$58 million, with total deposits of \$53 million and loans of \$26 million. The bank's primary focus is small business and consumer lending, including residential mortgage lending. FNB has 36% of its loans secured by residential properties, 28% in consumer loans, and 18% in commercial loans. The bank does not face any legal impediments or other factors which inhibit it from meeting the credit needs of its assessment area.

DESCRIPTION OF ASSESSMENT AREA

The Board of Directors has designated Pushmataha and Atoka counties as the bank's assessment area. Neither of these counties are located within, or contain, a Metropolitan Statistical Area (MSA). The assessment area meets the requirements of the Community Reinvestment Act. According to the 1990 census, these counties have a combined population of 23,775. Fourteen percent are American Indian, 4% are Black, and 82% are White. Seventeen percent are over the age of 65. The state-wide medium family income is \$24,139. Fifty-five percent of the families are in the low- or moderate-income level. The Pushmataha County economy is dominated by the timber and cattle industries, and by small businesses. The Atoka County economy is somewhat more diversified with light industrial and manufacturing businesses.

We performed three community contacts. The purpose of those contacts was to develop a community profile, evaluate opportunities for participation by local financial institutions, and determine the performance of local financial institutions. These contacts showed that credit needs of the assessment area include consumer loans, residential purchase money and improvement loans, and small business loans. These contacts also showed that the efforts of local financial institutions to meet these credit needs are viewed positively.

CONCLUSIONS WITH RESPECT TO PERFORMANCE CRITERIA:

The loan-to-deposit ratio is reasonable given the bank's size, financial condition, and assessment area credit needs. The ratio has averaged 49% for the last four quarters. A substantial majority of loans are in the bank's assessment area. Approximately 79% of the number of loans are to borrowers located within the assessment area. Further, the distribution of borrowers reflects reasonable penetration among individuals of different income levels, including low- and moderate-income, and businesses of different sizes. Seventy-eight percent of the commercial borrowers we reviewed during the examination are classified as small businesses. No violations of the substantive provisions of the antidiscrimination laws and regulations were identified during this examination. The bank has adequate policies and procedures in place to assist in preventing illegal discrimination.