

PUBLIC DISCLOSURE

June 18, 2018

COMMUNITY REINVESTMENT ACT PERFORMANCE EVALUATION

Andes State Bank
Certificate Number: 18483

213 Main Street
Lake Andes, South Dakota 57356

Federal Deposit Insurance Corporation
Division of Depositor and Consumer Protection
Kansas City Regional Office

1100 Walnut Street, Suite 2100
Kansas City, Missouri 64106

This document is an evaluation of this 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. 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.

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INSTITUTION RATING

INSTITUTION'S CRA RATING: This institution is rated Satisfactory. An institution in this group has a satisfactory record of helping to meet the credit needs of its assessment area, including low- and moderate-income neighborhoods, in a manner consistent with its resources and capabilities.

Andes State Bank's satisfactory Community Reinvestment Act (CRA) performance supports the overall rating. Examiners did not identify any evidence of discriminatory or other illegal credit practices. The following points summarize the bank's performance.

- The loan-to-deposit ratio is reasonable given the institution's size, financial condition, and assessment area credit needs.
- The institution originated a majority of its small farm, consumer, and small business loans inside its assessment area.
- The bank's assessment area is comprised of one moderate-income geography, so a geographic distribution analysis would not result in meaningful conclusions. Therefore, this criterion was not evaluated.
- The distribution of borrowers reflects excellent penetration of loans among farms and businesses of different revenue sizes and individuals of different income levels.
- The institution did not receive any CRA-related complaints since the previous evaluation; therefore, this factor did not affect the rating

SCOPE OF EVALUATION

General Information

This evaluation covers the period from the prior evaluation dated September 4, 2012, to the current evaluation dated June 18, 2018. Examiners used the Interagency Small Institution Examination Procedures to evaluate Andes State Bank's CRA performance. These procedures considered the institution's performance according to the following criteria:

- Loan-to-deposit ratio
- Assessment area concentration
- Geographic distribution
- Borrower profile
- Response to CRA-related complaints

Loan Products Reviewed

Examiners determined that the bank's major product lines are agricultural, consumer, and commercial loans. This conclusion considered the bank's business strategy and the number and dollar volume of loans originated or extended during the evaluation period. This evaluation does not include any lending activity performed by affiliates.

Bank records indicate the lending focus and product mix remained consistent throughout the evaluation period. As of March 31, 2018, agricultural loans comprised the largest portion of Andes State Bank's loan portfolio at 49.8 percent by dollar volume. Commercial and consumer loans comprised the next largest portions of the loan portfolio representing 25.4 percent and 12.7 percent by dollar volume, respectively. Although consumer loans represent a smaller portion of the bank's overall portfolio compared to commercial or agricultural loans, based on number of loans originated, consumer loans make up the largest category as shown in the table below. Examiners reviewed a universe of loans originated from January 1, 2017 through December 31, 2017. Given the low volume of small farm and small business loans in the universe, examiners reviewed the entire universe of small farm and small business loans originated or extended in 2017. A sample of consumer loans originated or extended during the same time frame was also selected for review. Loan data provided by the bank did not include information on loans renewed; therefore, these loans were not available for consideration in the evaluation.

No other loan types, such as home mortgage loans, represent a major product line for the bank; so they were not evaluated.

Small farm lending received the most weight in drawing conclusions since it comprises the largest portion of the bank's loan portfolio at 49.8 percent and is the primary credit need in the assessment area. Consumer loans were given slightly more weight than commercial loans given the large number originated during the review period and since it is a secondary credit focus of the bank. While both the number and dollar volume of loans are presented, examiners emphasized performance by number of loans because the number of loans is a better indicator of the number of farms, businesses, and individuals served. The following table details the loan universes and samples selected for review.

Loan Products Reviewed				
Loan Category	Universe		Reviewed	
	#	\$(000s)	#	\$(000s)
Small Farm	19	1,031	19	1,031
Consumer	63	649	26	283
Small Business	15	867	15	867

Source: Bank Records

D&B data for 2017 and 2015 American Community Survey (ACS) data were used for comparison purposes in evaluating the bank's small farm, consumer, and small business lending performance.

DESCRIPTION OF INSTITUTION

Background

Andes State Bank is controlled by Randall Bancshares, Inc., a one-bank holding company located in Lake Andes, South Dakota. The bank is affiliated with Randall Lake Insurance Agency through common ownership. The institution received a Satisfactory rating at its previous FDIC Performance Evaluation, dated September 4, 2012, based on Interagency Small Institution Examination Procedures.

Operations

Andes State Bank operates in southeastern South Dakota with its sole office located in Lake Andes. The bank offers a variety of loan products including agricultural, commercial, home mortgage, and consumer loans. In addition to conventional lending, the bank participates in a guaranteed loan program through the Farm Service Agency. This program is generally designed to assist small farms that may not qualify for loans through conventional financing methods.

The bank also provides a variety of traditional deposit services including checking, savings, money market, and certificates of deposit accounts. Alternative banking services include internet banking and debit cards. No merger or acquisition activities occurred since the previous evaluation.

Ability and Capacity

As of the March 31, 2018, Reports of Condition and Income, Andes State Bank reported total assets of \$29 million, net loans of \$11 million, and total deposits of \$27 million. Since September 30, 2012, total assets, net loans, and total deposits increased by 42.7 percent, 29.6 percent, and 45.2 percent, respectively. The bank's loan portfolio is illustrated in the following table.

Loan Portfolio Distribution as of March 31, 2018		
Loan Category	\$(000s)	%
Construction and Land Development	0	0.0
Secured by Farmland	2,409	21.5
1-4 Family Residential	1,260	11.2
Multi-family (5 or more) Residential	0	0.0
Commercial Real Estate	1,779	15.8
Total Real Estate Loans	5,448	48.5
Commercial and Industrial	1,075	9.6
Agricultural	3,175	28.3
Consumer	1,424	12.7
Other	98	0.9
Less: Unearned Income	0	0.0
Total Loans	11,220	100.0
<i>Source: Reports of Condition and Income.</i>		

Examiners did not identify any financial, legal, or other impediments that affect the bank's ability to meet assessment area credit needs.

DESCRIPTION OF ASSESSMENT AREA

The CRA requires each financial institution to define one or more assessment areas within which its CRA performance will be evaluated. Andes State Bank designated a single assessment area in the nonmetropolitan portion of South Dakota. The following sections discuss demographic and economic information for the assessment area.

Economic and Demographic Data

The assessment area is located in southeast South Dakota and consists of the central portion of Charles Mix County (census tract 9402). The bank's sole office is located in this census tract. According to the 2015 ACS data, the sole census tract comprising the assessment area is a moderate-income geography. The following table illustrates select demographic characteristics of the assessment area.

Demographic Information of the Assessment Area						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts)	1	0.0	100.0	0.0	0.0	0.0
Population by Geography	3,128	0.0	100.0	0.0	0.0	0.0
Housing Units by Geography	1,259	0.0	100.0	0.0	0.0	0.0
Owner-Occupied Units by Geography	614	0.0	100.0	0.0	0.0	0.0
Occupied Rental Units by Geography	340	0.0	100.0	0.0	0.0	0.0
Vacant Units by Geography	305	0.0	100.0	0.0	0.0	0.0
Businesses by Geography	129	0.0	100.0	0.0	0.0	0.0
Farms by Geography	51	0.0	100.0	0.0	0.0	0.0
Family Distribution by Income Level	640	42.0	13.4	18.3	26.3	0.0
Household Distribution by Income Level	954	32.6	17.6	17.3	32.5	0.0
Median Family Income Non-metropolitan Minnesota		\$60,961	Median Housing Value			\$56,700
			Median Gross Rent			\$505
			Families Below Poverty Level			25.9%

Source: 2015 ACS Census and 2017 D&B Data. () The NA category consists of geographies that have not been assigned an income classification. Due to rounding, totals may not equal 100.0.*

The analysis of small farm and small business loans under the Borrower Profile criterion compares the distribution of farms and businesses by gross annual revenue level.

According to 2017 D&B data, there were 51 farms in the assessment area. Gross annual revenues for these farms are below.

- 98.0 percent have \$1 million or less.
- 2.0 percent have more than \$1 million.

The assessment area is rural and is dependent on agriculture and agricultural-related businesses. Both management and a community contact noted that although crop prices were low, farmers did well and experienced exceptionally high yields. The primary crops in the area are corn and soybeans. Aside from crop operations, management and a community contact noted that the area has some livestock operations, which are remaining generally stable.

According to 2017 D&B data, there were 129 businesses in the assessment area. Gross annual revenues for these businesses are below.

- 61.2 percent have \$1 million or less.
- 7.8 percent have more than \$1 million.
- 31.0 percent have unknown revenues.

Agriculture, forestry, and fishing and service industries represent the largest portion of businesses each at 28.3 percent; followed by public administration at 15.6 percent and retail trade at 8.9 percent. In addition, 65.0 percent of assessment area businesses have four or fewer employees, and 79.4 percent operate from a single location. According to bank management, the major employers in the assessment area include the school district, courthouse, and nursing home.

Data obtained from the U.S. Bureau of Labor and Statistics reports that the April 2018 unemployment rate for Charles Mix County was 3.7 percent. During that same time period, the unemployment rate for the State of South Dakota was 3.4 percent compared to the national unemployment rate of 3.7 percent. Unemployment rates were generally consistent throughout the evaluation period.

The FFIEC median family income (MFI) level is used to analyze consumer loans under the Borrower Profile criterion for non-metropolitan South Dakota. The MFI data for non-metropolitan South Dakota is provided in the following table.

Median Family Income Ranges				
Median Family Incomes	Low <50%	Moderate 50% to <80%	Middle 80% to <120%	Upper ≥120%
SD NA Median Family Income (99999)				
2017 (\$64,700)	<\$32,350	\$32,350 to <\$51,760	\$51,760 to <\$77,640	≥\$77,640
<i>Source: FFIEC Due to rounding, totals may not equal 100.0</i>				

Competition

Andes State Bank operates in a moderately competitive banking environment. According to the FDIC Deposit Market Share data as of June 30, 2017, there were six financial institutions that operated six full-service branches within the bank's assessment area. Of these institutions, Andes State Bank ranked fifth with 7.5 percent deposit market share. Management stated that the bank's primary competitors are Commercial State Bank in Wagner and Fort Randall Federal Credit Union in Pickstown.

Community Contact

As part of the evaluation process, examiners contact third parties active in the assessment area to assist in identifying the area's credit needs. This information helps to determine whether local financial institutions are responsive to these needs. It also demonstrates available credit opportunities. For this evaluation, examiners contacted two business owners in the assessment area.

The community contacts noted that agriculture and agricultural-related businesses are major drivers of the economy. One contact noted farmers have had high yields for the last few years, but commodity prices have been low, which has put a strain on the agricultural sector. Both contacts noted that the population in Lake Andes has been on the incline the last five years as many younger people are moving back to escape city life and start a family. One contact stated that there are many city, state, and government jobs available in the area since Lake Andes is the

county seat, but both contacts agreed that area businesses struggle to find workers. Given the various employment opportunities in the area, a contact noted that many individuals work locally or commute into Lake Andes for employment. Additionally, a contact noted that housing in the area is limited as there are few homes and even fewer rentals available. Both contacts agreed that the condition of the housing stock in Lake Andes is primarily aging and is in need of repair. Overall, the contacts stated that local financial institutions have been generally responsive to the credit needs in the assessment area, but stated there is a need for more home loans and financial literacy in the area.

CONCLUSIONS ON PERFORMANCE CRITERIA

Loan-to-Deposit Ratio

The loan-to-deposit ratio is reasonable given the institution's size, financial condition, and assessment area credit needs. Andes State Bank's loan-to-deposit ratio, calculated from Reports of Condition and Income data, averaged 45.4 percent over the past 23 calendar quarters from September 30, 2012, to March 31, 2018. The ratio ranged from a low of 37.6 percent as of December 31, 2012, to a high of 49.9 percent as of June 30, 2017. Although Andes State Bank's average net loan-to-deposit ratio is below the average net loan-to-deposit ratio for most similarly situated lenders, the ratio is considered reasonable. Specifically, the bank's effort in increasing loans is evidenced by a 29.6 percent growth in net loans since the last performance evaluation. Discussions with bank management also revealed that the bank's loan-to-deposit ratio is somewhat lower than its comparables due to the bank holding public fund money to build a new school in Lake Andes. These public funds account for approximately one-fourth of the bank's total deposits. According to management, the public fund money is entirely payable on demand, so the bank is unable to originate loans with these funds. Examiners selected comparable institutions based on their geographic location, lending focus, and asset size.

Loan-to-Deposit Ratio Comparison		
Bank	Total Assets as of 03/31/2018 \$(000s)	Average Net LTD Ratio (%)
Andes State Bank, Lake Andes, South Dakota	29,423	45.4
Community Bank, Avon, South Dakota	53,652	45.2
Menno State Bank, Menno, South Dakota	37,609	55.6
The Farmers and Merchants State Bank, Scotland, South Dakota	27,712	60.3
<i>Source: Reports of Condition and Income 09/30/2012 through 03/31/2018</i>		

Assessment Area Concentration

The bank made a majority of small farm, consumer, and small business loans, by number, within its assessment area. Although only 50.0 percent of the sampled consumer loans were originated to borrowers inside the assessment area, management feels as though they originate a decent amount of consumer loans in the assessment area and that the numbers were more than likely a result of random sampling.

The bank made a majority of small business loans by dollar volume outside of the assessment area. As previously noted, examiners emphasized performance by number of loans because the number of loans is a better indicator of the number of businesses served. Further, commercial loans are not a primary lending focus of the institution. Given this information, in addition to the fact that agricultural lending is being given more weight in the analysis, the overall level of lending within the assessment area is considered reasonable.

Lending Inside and Outside of the Assessment Area										
Loan Category	Number of Loans				Total #	Dollar Amount of Loans \$(000s)				Total \$(000s)
	Inside		Outside			Inside		Outside		
	#	%	#	%		\$	%	\$	%	
Small Farm	17	89.5	2	10.5	19	929	90.1	102	9.9	1,031
Consumer	13	50.0	13	50.0	26	146	51.6	137	48.4	283
Small Business	9	60.0	6	40.0	15	411	47.4	456	52.6	867

*Source: Evaluation Period: 1/1/2017 - 12/31/2017 Bank Data.
Due to rounding, totals may not equal 100.0.*

Geographic Distribution

The bank's assessment area is comprised of one moderate-income geography, so a geographic distribution analysis would not result in meaningful conclusions. Therefore, this criterion was not evaluated.

Borrower Profile

The distribution of borrowers reflects excellent penetration of loans among farms and businesses of different revenue sizes and individuals of different income levels. Examiners focused on the percentage of loans, by number, to farms with gross annual revenues of \$1 million or less and low- and moderate-income borrowers.

Small Farm Loans

The distribution of small farm loans reflects excellent penetration of loans to farms with gross annual revenues of \$1 million or less. All of the sampled small farm loans originated in the assessment area were made to farms with gross annual revenues of \$1 million or less. The comparable D&B data reveals that 98.0 percent of farms in the assessment area have gross annual revenues of \$1 million or less.

Consumer Loans

The distribution of consumer loans to borrowers of different income levels within the bank's assessment area, including low- and moderate-income borrowers, reflects excellent penetration. As shown in the table below, 53.8 percent of the sampled loans were originated to low-income borrowers. This performance exceeds 2015 ACS data, which indicates that 32.6 percent of the households in the assessment area are low income. In addition, the bank's performance for lending to moderate-income borrowers is comparable to demographic data. As such, the bank's performance reflects reasonable penetration among individuals of different income levels.

Distribution of Consumer Loans by Borrower Income Level					
Borrower Income Level	% of Households	#	%	\$(000s)	%
Low	32.6	7	53.8	47	32.2
Moderate	17.6	2	15.4	28	19.2
Middle	17.3	3	23.1	51	34.9
Upper	32.5	1	7.7	20	13.7
Not Available	0.0	0	0.0	0	0.0
Total	100.0	13	100.0	146	100.0

*Source: 2015 ACS Census, 1/1/2017 - 12/31/2017 Bank Data.
Due to rounding, totals may not equal 100.0*

Small Business Loans

The distribution of small business loans reflects excellent penetration of loans to businesses with gross annual revenues of \$1 million or less. All of the sampled small business loans originated in the assessment area were made to businesses with gross annual revenues of \$1 million or less. The comparable D&B data reveals that 61.2 percent of farms in the assessment area have gross annual revenues of \$1 million or less.

Response to Complaints

The institution has not received any CRA-related complaints since the previous evaluation; therefore, this performance criterion did not affect the rating.

DISCRIMINATORY OR OTHER ILLEGAL CREDIT PRACTICES REVIEW

Examiners did not identify any evidence of discriminatory or other illegal credit practices; therefore, this consideration did not affect the institution’s overall CRA rating.

GLOSSARY

Aggregate Lending: The number of loans originated and purchased by all reporting lenders in specified income categories as a percentage of the aggregate number of loans originated and purchased by all reporting lenders in the metropolitan area/assessment area.

Area Median Income: The median family income for the MSA, if a person or geography is located in an MSA; or the statewide nonmetropolitan median family income, if a person or geography is located outside an MSA.

Assessment Area: A geographic area delineated by the bank under the requirements of the Community Reinvestment Act.

Census Tract: A small, relatively permanent statistical subdivision of a county or equivalent entity. The primary purpose of census tracts is to provide a stable set of geographic units for the presentation of statistical data. Census tracts generally have a population size between 1,200 and 8,000 people, with an optimum size of 4,000 people. Census tract boundaries generally follow visible and identifiable features, but they may follow nonvisible legal boundaries in some instances. State and county boundaries always are census tract boundaries.

Combined Statistical Area (CSA): A combination of several adjacent metropolitan statistical areas or micropolitan statistical areas or a mix of the two, which are linked by economic ties.

Consumer Loan(s): A loan(s) to one or more individuals for household, family, or other personal expenditures. A consumer loan does not include a home mortgage, small business, or small farm loan. This definition includes the following categories: motor vehicle loans, credit card loans, home equity loans, other secured consumer loans, and other unsecured consumer loans.

Core Based Statistical Area (CBSA): The county or counties or equivalent entities associated with at least one core (urbanized area or urban cluster) of at least 10,000 population, plus adjacent counties having a high degree of social and economic integration with the core as measured through commuting ties with the counties associated with the core. Metropolitan and Micropolitan Statistical Areas are the two categories of CBSAs.

Family: Includes a householder and one or more other persons living in the same household who are related to the householder by birth, marriage, or adoption. The number of family households always equals the number of families; however, a family household may also include non-relatives living with the family. Families are classified by type as either a married-couple family or other family. Other family is further classified into "male householder" (a family with a male householder and no wife present) or "female householder" (a family with a female householder and no husband present).

Family Income: Includes the income of all members of a family that are age 15 and older.

FFIEC-Estimated Income Data: The Federal Financial Institutions Examination Council (FFIEC) issues annual estimates which update median family income from the metropolitan and nonmetropolitan areas. The FFIEC uses American Community Survey data and factors in information from other sources to arrive at an annual estimate that more closely reflects current economic conditions.

Full-Scope Review: A full-scope review is accomplished when examiners complete all applicable interagency examination procedures for an assessment area. Performance under applicable tests is analyzed considering performance context, quantitative factors (for example, geographic distribution, borrower profile, and total number and dollar amount of investments), and qualitative factors (for example, innovativeness, complexity, and responsiveness).

Geography: A census tract delineated by the United States Bureau of the Census in the most recent decennial census.

Home Mortgage Disclosure Act (HMDA): The statute that requires certain mortgage lenders that do business or have banking offices in a metropolitan statistical area to file annual summary reports of their mortgage lending activity. The reports include such data as the race, gender, and the income of applicants; the amount of loan requested; and the disposition of the application (approved, denied, and withdrawn).

Home Mortgage Disclosure Loan Application Register (HMDA LAR): The HMDA LARs record all applications received for residential purchase, refinance, home improvement, and temporary-to-permanent construction loans.

Home Mortgage Loans: Includes home purchase and home improvement loans as defined in the HMDA regulation. This definition also includes multi-family (five or more families) dwelling loans, loans to purchase manufactured homes, and refinancings of home improvement and home purchase loans.

Household: Includes all persons occupying a housing unit. Persons not living in households are classified as living in group quarters. In 100 percent tabulations, the count of households always equals the count of occupied housing units.

Household Income: Includes the income of the householder and all other persons that are age 15 and older in the household, whether related to the householder or not. Because many households are only one person, median household income is usually less than median family income.

Housing Unit: Includes a house, an apartment, a mobile home, a group of rooms, or a single room that is occupied as separate living quarters.

Limited-Scope Review: A limited scope review is accomplished when examiners do not complete all applicable interagency examination procedures for an assessment area. Performance under applicable tests is often analyzed using only quantitative factors (for example, geographic distribution, borrower profile, total number and dollar amount of investments, and branch distribution).

Low-Income: Individual income that is less than 50 percent of the area median income, or a median family income that is less than 50 percent in the case of a geography.

Market Share: The number of loans originated and purchased by the institution as a percentage of the aggregate number of loans originated and purchased by all reporting lenders in the metropolitan area/assessment area.

Median Income: The median income divides the income distribution into two equal parts, one having incomes above the median and other having incomes below the median.

Metropolitan Division (MD): A county or group of counties within a CBSA that contain(s) an urbanized area with a population of at least 2.5 million. A MD is one or more main/secondary counties representing an employment center or centers, plus adjacent counties associated with the main/secondary county or counties through commuting ties.

Metropolitan Statistical Area (MSA): CBSA associated with at least one urbanized area having a population of at least 50,000. The MSA comprises the central county or counties or equivalent entities containing the core, plus adjacent outlying counties having a high degree of social and economic integration with the central county or counties as measured through commuting.

Micropolitan Statistical Area: CBSA associated with at least one urbanized area having a population of at least 10,000, but less than 50,000.

Middle-Income: Individual income that is at least 80 percent and less than 120 percent of the area median income, or a median family income that is at least 80 and less than 120 percent in the case of a geography.

Moderate-Income: Individual income that is at least 50 percent and less than 80 percent of the area median income, or a median family income that is at least 50 and less than 80 percent in the case of a geography.

Multi-family: Refers to a residential structure that contains five or more units.

Nonmetropolitan Area: All areas outside of metropolitan areas. The definition of nonmetropolitan area is not consistent with the definition of rural areas. Urban and rural classifications cut across the other hierarchies. For example, there is generally urban and rural territory within metropolitan and nonmetropolitan areas.

Owner-Occupied Units: Includes units occupied by the owner or co-owner, even if the unit has not been fully paid for or is mortgaged.

Rated Area: A rated area is a state or multistate metropolitan area. For an institution with domestic branches in only one state, the institution's CRA rating would be the state rating. If an institution maintains domestic branches in more than one state, the institution will receive a rating for each state in which those branches are located. If an institution maintains domestic

branches in two or more states within a multistate metropolitan area, the institution will receive a rating for the multistate metropolitan area.

Rural Area: Territories, populations, and housing units that are not classified as urban.

Small Business Loan: A loan included in “loans to small businesses” as defined in the Consolidated Report of Condition and Income (Call Report). These loans have original amounts of \$1 million or less and are either secured by nonfarm nonresidential properties or are classified as commercial and industrial loans.

Small Farm Loan: A loan included in “loans to small farms” as defined in the instructions for preparation of the Consolidated Report of Condition and Income (Call Report). These loans have original amounts of \$500,000 or less and are either secured by farmland, including farm residential and other improvements, or are classified as loans to finance agricultural production and other loans to farmers.

Upper-Income: Individual income that is 120 percent or more of the area median income, or a median family income that is 120 percent or more in the case of a geography.

Urban Area: All territories, populations, and housing units in urbanized areas and in places of 2,500 or more persons outside urbanized areas. More specifically, “urban” consists of territory, persons, and housing units in places of 2,500 or more persons incorporated as cities, villages, boroughs (except in Alaska and New York), and towns (except in the New England states, New York, and Wisconsin).

“Urban” excludes the rural portions of “extended cities”; census designated place of 2,500 or more persons; and other territory, incorporated or unincorporated, including in urbanized areas.

Andes State Bank, 213 Main Street, Lake Andes, SD 57356

Location:

Andes State Bank is located at 213 Main Street, Lake Andes, Charles Mix County, South Dakota 57356 in census tract #9402.

Banking Hours including walkup and drive up:

Monday – Thursday 8:00 a.m. to 4:00 p.m.

Friday 8:00 a.m. to 5:00 p.m.

Phone: 605-487-7611

Toll Free: 877-487-7611

Fax: 605-487-7613

Deposit Products:

Checking Accounts, Savings Accounts, Certificates of Deposits, Individual Retirement Accounts
Detailed information is available in Your Deposit Account Disclosures

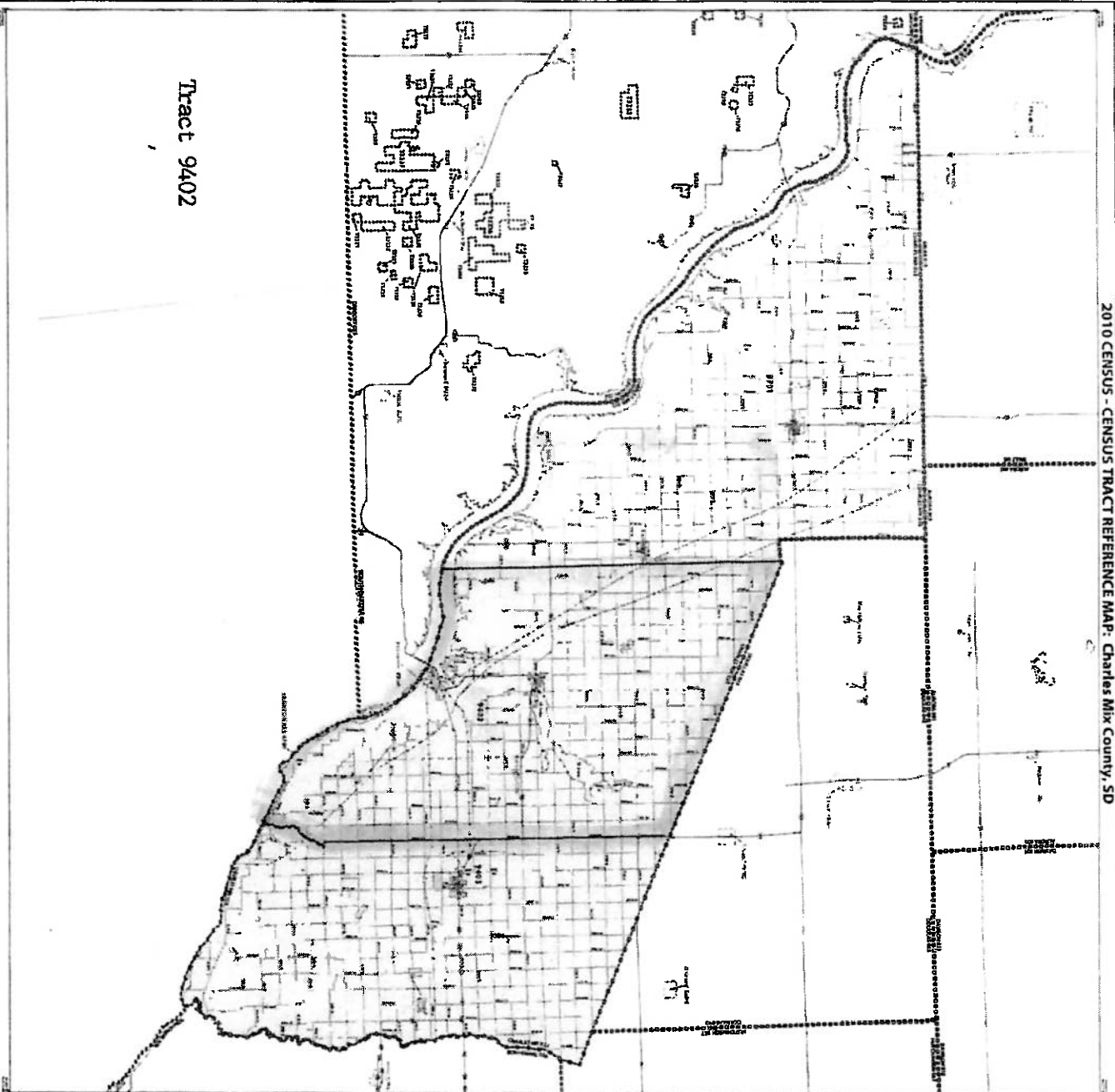
Loan Products:

Commercial, Agricultural, Consumer and Auto, Real Estate Loans

Loan to Deposits

March 31, 2022	.35%	March 31, 2023	.41%
June 30, 2022	.42%	June 30, 2023	.42%
September 30, 2022	.45%	September 30, 2023	.42%
December 31, 2022	.41%	December 31, 2023	.36%

Tract 9402



LEGEND

SYMBOL	DESCRIPTION
(Symbol)	Water
(Symbol)	Interstate
(Symbol)	State Road
(Symbol)	County Road
(Symbol)	Other Road
(Symbol)	Tract Boundary
(Symbol)	City Boundary
(Symbol)	County Boundary
(Symbol)	Water
(Symbol)	Interstate
(Symbol)	State Road
(Symbol)	County Road
(Symbol)	Other Road
(Symbol)	Tract Boundary
(Symbol)	City Boundary
(Symbol)	County Boundary

Scale: 1 inch = 1 mile

North Arrow

Map Date: 2010

Map Source: Census Bureau

Map Title: 2010 Census - Census Tract Reference Map: Charles Mix County, SD

COMMON FEATURES

The following fees may be assessed against your account and the following transaction limitation, if any, apply to your account. The fees apply to check cashing, check cashing in person withdrawal, ATM withdrawal, or other electronic means of applicable.

Check Printing... (Fee depends on style of check ordered)	
Temporary account (opened 90 days or less)	
Checking.....	\$20.00
Savings and Money Market.....	\$15.00
Money order.....	\$3.00 for first \$100.00
	\$.50 for each additional \$100.00
Returned Item fee.....	\$30.00 per item
Overdraft fees.....	\$30.00 per item
(Be aware that such an item or payment may be presented multiple times and we do not monitor or control the number of times a transaction is presented for payment. You may be charged a Returned Item fee each time a payment is presented if the amount of money in your account is not sufficient to cover the payment, regardless of the number of times the payment is presented.)	
Photocopies.....	\$.25 each
Wire transfers	
Outgoing.....	\$15.00
Incoming.....	\$5.00
Repetitive.....	\$5.00
Stop Payments.....	\$15.00
Records research.....	\$5.00 per ¼ hour
Debit Card (initial access).....	\$10.00
Replace Debit Card or PIN.....	\$20.00
Daily Limit Debit Card.....	\$550.00
Daily Limit at ATM for cash Debit Card.....	\$205.00
*ATM Withdrawal fee.....	*\$ -0-

*The institution which owns the ATM may charge a fee for cash, but Andes State Bank does not add on an additional fee.

Community Reinvestment Act Notice

Under the federal Community Reinvestment Act (CRA), the Federal Deposit Insurance Corporation (FDIC) evaluates our record of helping to meet the credit needs of this community consistent with safe and sound operations. The FDIC also takes this record into account when deciding on certain applications submitted by us.

Your involvement is encouraged.

You are entitled to certain information about our operations and our performance under the CRA, including, for example, information about our branches, such as their location and services provided at them; the public section of our most recent CRA Performance Evaluation, prepared by the FDIC; and comments received from the public relating to our performance in helping to meet community credit needs, as well as our responses to those comments. You may review this information today.

At least 30 days before the beginning of each quarter, the FDIC publishes a nationwide list of the banks that are scheduled for CRA examination in that quarter. This list is available from the Regional Director, Division of Compliance and Consumer Affairs, FDIC, 1100 Walnut Street, Suite 2100, Kansas City, Missouri, 64106. You may send written comments about our performance in helping to meet community credit needs to President, Andes State Bank, Lake Andes, South Dakota, 57356 and FDIC Regional Director. You may also submit comments electronically through the FDIC's Web site at www.fdic.gov/regulations/cra. Your letter, together with any response by us, will be considered by the FDIC in evaluating our CRA performance and may be made public.

You may ask to look at any comments received by the FDIC Regional Director. You may also request from the FDIC Regional Director an announcement of our applications covered by the CRA filed with the FDIC. We are an affiliate of Randall Bancshares Inc., a bank holding company. You may request from the Officer in Charge of Supervision, Federal Reserve Bank of Minneapolis, 90 Hennepin Avenue, Minneapolis, Minnesota, 55401, an announcement of applications covered by the CRA filed by bank holding companies.