

PUBLIC DISCLOSURE

September 29, 2025

COMMUNITY REINVESTMENT ACT PERFORMANCE EVALUATION

KCB Bank
Certificate Number: 15194

221 North Main Street
Lakin, Kansas 67860

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.

The bank's Community Reinvestment Act (CRA) performance under the applicable criteria supports the overall rating. The following points summarize this performance.

- The loan-to-deposit ratio is reasonable given the institution's size, financial condition, and the credit needs of the assessment area.
- The bank originated a majority of its small business, small farm, and home mortgage loans within the assessment area.
- The geographic distribution of loans reflects reasonable dispersion throughout the assessment area.
- The distribution of borrowers reflects reasonable penetration among businesses and farms of different 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.

The bank made qualified community development investments in the assessment area; however, the bank's performance did not affect the overall rating.

DESCRIPTION OF INSTITUTION

KCB Bank is headquartered in Lakin, Kansas, and is wholly owned by Lakin Bancshares, Inc., also of Lakin. The bank continues to operate from two offices in Kearny County and Finney County, Kansas. While the bank has not opened or closed any branches since the previous CRA evaluation, the name was changed from The Kearny County Bank in January 2023. No merger or acquisition activities have occurred since the previous CRA evaluation. The institution received an Outstanding rating at its previous FDIC Performance Evaluation, dated July 27, 2020, based on Interagency Small Institution Examination Procedures.

KCB Bank offers traditional loan products including home mortgage, commercial, agricultural, and consumer loans. Commercial lending represents the bank's primary lending focus, followed by agricultural lending and home mortgage lending. The institution provides a variety of deposit services including checking, savings, money market deposit accounts, and certificates of deposit. Alternative banking services include internet and mobile banking.

According to the June 30, 2025 Reports of Condition and Income, the bank reported total assets of \$328.5 million, total deposits of \$274.5 million, and total loans of \$200.2 million. The following table shows the distribution for each loan category by dollar volume.

Loan Portfolio Distribution as of 6/30/2025		
Loan Category	\$(000s)	%
Construction, Land Development, and Other Land Loans	3,520	1.8
Secured by Farmland	37,346	18.7
Secured by 1-4 Family Residential Properties	41,160	20.5
Secured by Multifamily (5 or more) Residential Properties	3,126	1.6
Secured by Nonfarm Nonresidential Properties	40,189	20.0
Total Real Estate Loans	125,341	62.6
Commercial and Industrial Loans	39,328	19.7
Agricultural Production and Other Loans to Farmers	29,617	14.8
Consumer Loans	3,991	2.0
Obligations of State and Political Subdivisions in the U.S.	1,830	0.9
Other Loans	47	<1.0
Lease Financing Receivable (net of unearned income)	0	0.0
Less: Unearned Income	0	0.0
Total Loans	200,154	100.0
<i>Source: Reports of Condition and Income</i>		

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

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. KCB Bank designated one assessment area, which is comprised of the entirety of Finney, Grant, Greeley, Hamilton, Haskell, Kearney, Scott, Stanton, and Wichita counties. All of these counties are located in the nonmetropolitan area of Kansas. The assessment area is unchanged from the previous examination. The following shows demographic and economic information for the assessment area.

Economic and Demographic Data

The assessment area includes 3 moderate-, 11 middle-, and 7 upper-income census tracts. 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 #
Geographies (Census Tracts)	21	0.0	14.3	52.4	33.3
Population by Geography	66,774	0.0	14.9	57.8	27.3
Housing Units by Geography	25,958	0.0	12.7	58.1	29.1
Owner-Occupied Units by Geography	15,356	0.0	11.7	57.8	30.5
Occupied Rental Units by Geography	7,526	0.0	15.5	56.6	27.9
Vacant Units by Geography	3,076	0.0	11.1	63.7	25.2
Businesses by Geography	5,139	0.0	13.0	56.8	30.2
Farms by Geography	919	0.0	1.3	71.9	26.8
Family Distribution by Income Level	15,580	16.5	19.8	19.2	44.5
Household Distribution by Income Level	22,882	18.3	14.7	20.9	46.1
Kansas Non-MSA Median Family Income		\$65,183	Median Housing Value		\$ 129,488
Families Below Poverty Level		9.0%	Median Gross Rent		\$767
Source: 2020 Census, 2024 D&B Data					

The Federal Financial Institutions Examination Council (FFIEC) provides updated median family income levels that are used to analyze home mortgage loans under the Borrower Profile criterion. The low-, moderate-, middle-, and upper-income categories for the nonmetropolitan areas of Kansas are presented in the following table.

Median Family Income Ranges				
Median Family Incomes	Low <50%	Moderate 50% to <80%	Middle 80% to <120%	Upper ≥ 120%
2024 (\$80,900)	< \$40,450	\$40,450 to < \$64,720	\$64,720 to < \$97,080	≥ \$97,080
Source: FFIEC				

Multiple counties within the assessment area have been designated as distressed and/or underserved nonmetropolitan middle-income census tracts by the FFIEC. A nonmetropolitan middle-income geography will be designated as distressed if it is in a county that meets one or more of the following triggers: an unemployment rate of at least 1.5 times the national average; a poverty rate of 20.0 percent or more; or a population loss of 10.0 percent or more between the previous and most recent decennial census, or a net migration loss of 5.0 percent or more over the 5-year period preceding the most recent census. A nonmetropolitan middle-income geography will be designated as underserved if it meets criteria for population size, density, and dispersion indicating the area's population is sufficiently small, thin, and distant from a population center that the tract is likely to have difficulty financing the fixed costs of meeting essential community needs. These designations were considered when reviewing the bank's qualifying community development activities.

Competition

The competition for financial services in the assessment area is notable given the area's size and population density. According to June 30, 2024 FDIC Deposit Market Share data, there are 15 institutions operating 32 locations in the assessment area. These institutions range from small community banks to larger regional and national banks. KCB Bank ranked 4th with 10.0 percent of the deposit market share. In addition to the financial institutions included in the deposit market share report, the bank also faces competition from other lenders, such as credit unions and Farm Credit Associations.

Community Contacts

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 determine whether local financial institutions are responsive to those needs. Further, these discussions reveal indications of the credit opportunities available.

Examiners relied on two existing community contacts with members of the community familiar with the economic conditions in the assessment area. The contacts indicated that while the agricultural sector is experiencing some difficulties, the commercial and housing sectors are experiencing growth. One contact noted that while the housing sector is seeing growth, there remains a shortage of affordable housing. In addition, the contacts stated that commercial, residential real estate, and agricultural lending are the primary credit needs in the area.

Credit Needs

Considering information from bank management, the community contacts, and demographic and economic data, examiners determined that agricultural, commercial, and residential real estate loans all represent key credit needs in the assessment area.

SCOPE OF EVALUATION

General Information

This evaluation covers the period from the prior evaluation dated July 27, 2020, to the current evaluation dated September 29, 2025. Examiners used Interagency Small Institution Examination Procedures to evaluate the bank's CRA performance.

Activities Reviewed

Examiners determined that the bank's major product lines are commercial, agricultural, and residential real estate lending; therefore, examiners evaluated small business, small farm, and home mortgage loans for this evaluation. Examiners selected these products based on the bank's strategy, loan portfolio composition, and the volume of loans originated during the evaluation period. Commercial lending remains the institution's primary focus; therefore, small business loans received the most weight when determining overall conclusions.

Examiners reviewed all small business, small farm, and home mortgage loans originated, renewed, or extended in calendar year 2024 for this evaluation. Bank officials confirmed this time period was representative of the bank's lending activities for the entire review period. According to the bank's

2024 loan records, KCB Bank originated 138 small business loans totaling \$12.7 million, 69 small farm loans totaling \$11.1 million, and 88 home mortgage loans totaling \$14.4 million.

For the Lending Test, examiners reviewed the entire universe of small business, small farm, and home mortgage loans to evaluate the Assessment Area Concentration criterion. All small business, small farm, and home mortgage loans made inside the assessment area were reviewed for the Geographic Distribution criterion. To evaluate the Borrower Profile criterion, examiners reviewed a sample of small business, small farm, and home mortgage loans made inside the assessment area. The following table provides universe and sample information.

Loan Products Reviewed				
Loan Category	Universe		Sampled	
	#	\$(000s)	#	\$(000s)
Small Business	138	12,698	47	4,136
Small Farm	69	11,107	30	4,221
Home Mortgage	88	14,397	36	5,738
<i>Source: Bank Data</i>				

Examiners used 2024 D&B data as the standard of comparison for the bank’s small business and small farm lending performance, and 2020 U.S. Census data as the standard of comparison for the bank’s home mortgage lending performance. Although both the number and dollar volume of loans are included in the tables throughout this evaluation, examiners placed greater weight on the number of loans, as opposed to the dollar volume, as it is a better indicator of the number of businesses, farms, and individuals served.

In addition to the aforementioned criteria, bank management requested examiners review the bank’s performance in providing qualified investments and services that meet the definition of community development since the previous evaluation.

CONCLUSIONS ON PERFORMANCE CRITERIA

LENDING TEST

KCB Bank demonstrated satisfactory performance under the Lending Test. The bank’s overall performance under the applicable criteria supports this conclusion.

Loan-to-Deposit Ratio

KCB Bank’s average net loan-to-deposit ratio is reasonable given the institution’s size, financial condition, and the credit needs and economic conditions of the assessment area. As shown in the following table, the bank’s net loan-to-deposit ratio averaged 67.4 percent over the past 20 calendar quarters. This ratio is within the range of the other institutions that were considered comparable based on their asset size, geographic location, and lending focus.

Loan-to-Deposit Ratio Comparison		
Bank	Total Assets as of 6/30/2025 (\$000s)	Average Net Loan-to-Deposit Ratio (%)
KCB Bank, Lakin, Kansas	328,545	67.4
The First National Bank in Cimarron, Cimarron, Kansas	142,475	45.3
Grant County Bank, Ulysses, Kansas	307,647	63.7
Bank of the Plains, Plains, Kansas	441,766	74.7
<i>Source: Reports of Condition and Income 9/30/2020 – 6/30/2025</i>		

Assessment Area Concentration

KCB Bank originated a majority of the reviewed loans within the assessment area. See the following table for details.

Lending Inside and Outside of the Assessment Area										
Loan Category	Number of Loans				Total #	Dollar Amount of Loans \$(000)				Total \$(000)
	Inside		Outside			Inside		Outside		
	#	%	#	%		\$	%	\$	%	
Small Business	116	84.1	22	15.9	138	9,740	76.7	2,958	23.3	12,698
Small Farm	49	71.0	20	29.0	69	7,439	67.0	3,668	33.0	11,107
Home Mortgage	75	85.2	13	14.8	88	12,454	86.5	1,943	13.5	14,397
Total	240	81.4	55	18.6	295	29,633	77.6	8,569	22.4	38,202
Source: Imported Bank Data										

Geographic Distribution

Overall, KCB Bank's geographic distribution of loans reflects reasonable dispersion throughout the assessment area. This conclusion is supported based on a combination of the bank's excellent small business performance and reasonable small farm and home mortgage performance. For this criterion, examiners focused on the percentage of loans in the moderate-income census tracts as the assessment area does not include any low-income census tracts.

Small Business Loans

The geographic distribution of small business loans reflects excellent dispersion throughout the assessment area. As shown in the following table, the bank's lending performance in the moderate-income census tracts exceeds demographic data.

Geographic Distribution of Small Business Loans					
Tract Income Level	% of Businesses	#	%	\$(000s)	%
Moderate	13.0	24	20.7	1,864	19.1
Middle	56.8	65	56.0	5,977	61.4
Upper	30.2	27	23.3	1,899	19.5
Total	100.0	116	100.0	9,740	100.0
<i>Source: 2024 D&B Data, Bank Data</i>					

Small Farm Loans

The geographic distribution of small farm loans reflects reasonable dispersion throughout the assessment area. As shown in the following table, the bank did not make any small farm loans in the moderate-income census tracts. However, the demographic data shows a small percentage of assessment area farms are located in the moderate-income tracts, which limits lending opportunities in these areas. Considering this information, the bank's performance is reasonable.

Geographic Distribution of Small Farm Loans					
Tract Income Level	% of Farms	#	%	\$(000s)	%
Moderate	1.3	0	0.0	0	0.0
Middle	71.9	41	83.7	6,067	81.6
Upper	26.8	8	16.3	1,372	18.4
Total	100.0	49	100.0	7,439	100.0
<i>Source: 2024 D&B Data, Bank Data</i>					

Home Mortgage Loans

The geographic distribution of home mortgage loans reflects reasonable dispersion throughout the assessment area. As shown in the following table, the bank's lending performance in the moderate-income census tracts is reasonably proportional to demographic data.

Geographic Distribution of Home Mortgage Loans					
Tract Income Level	% of Owner Occupied Housing Units	#	%	\$(000s)	%
Moderate	11.7	6	8.0	1,492	12.0
Middle	57.8	53	70.7	7,401	59.4
Upper	30.5	16	21.3	3,561	28.6
Total	100.0	75	100.0	12,454	100.0
<i>Source: 2020 Census, Bank Data</i>					

Borrower Profile

The distribution of borrowers reflects reasonable penetration among businesses and farms of different sizes, and individuals of different income levels. KCB Bank's reasonable small business, small farm, and home mortgage lending performance supports this conclusion. For this criterion, examiners focused on the percentage of small farm and small business loans to operations with gross annual revenues of \$1 million or less, and the percentage of home mortgage loans to low- and moderate-income borrowers.

Small Business Loans

The distribution of small business loans reflects reasonable penetration to businesses with revenues of \$1 million or less. As shown in the following table, the bank's lending performance to businesses with revenues of \$1 million or less slightly exceeds demographic data in this revenue category.

Distribution of Small Business Loans by Gross Annual Revenue Category					
Gross Revenue Level	% of Businesses	#	%	\$(000s)	%
<= \$1,000,000	79.9	39	83.0	3,370	81.5
> \$1,000,000	4.4	8	17.0	766	18.5
Revenue Not Available	15.7	0	0.0	0	0.0
Total	100.0	47	100.0	4,136	100.0
<i>Source: 2024 D&B Data, Bank Data</i>					

Small Farm Loans

The distribution of small farm loans reflects reasonable penetration to farms with revenues of \$1 million or less. As shown in the following table, the bank's lending performance to farming operations with revenues of \$1 million or less lags demographic data in this revenue category. However, according to 2022 Census of Agricultural data, 51.0 percent of farms in the bank's assessment area do not report interest expense, and 49.6 percent are considered hobby farmers who do not farm as their primary occupation. This performance context indicates a sizeable percentage of farms appear to have little or no need for credit. Given this information, the bank's performance is reasonable.

Distribution of Small Farm Loans by Gross Annual Revenue Category					
Gross Revenue Level	% of Farms	#	%	\$(000s)	%
<= \$1,000,000	94.0	22	73.3	2,460	58.3
> \$1,000,000	3.5	8	26.7	1,761	41.7
Revenue Not Available	2.5	0	0.0	0	0.0
Total	100.0	30	100.0	4,221	100.0
<i>Source: 2024 D&B Data, Bank Data</i>					

Home Mortgage Loans

The distribution of home mortgage loans reflects reasonable penetration to individuals of different income levels. As shown in the following table, the bank's lending performance to low- and

moderate-income borrowers lags demographic data. However, a community contact indicated that there was a shortage of affordable housing, thereby limiting the bank's opportunity to lend to low- and moderate-income individuals. Additionally, the bank originated home mortgage loans that were sold on the secondary market and not reflected in the following table. These secondary market loans often offer more flexible underwriting criteria and downpayment options, which are more affordable for low- and moderate-income borrowers. Given these factors, the bank's performance is reasonable.

Distribution of Home Mortgage Loans by Borrower Income Level					
Borrower Income Level	% of Families	#	%	\$(000s)	%
Low	16.5	4	11.1	430	7.5
Moderate	19.8	3	8.3	171	3.0
Middle	19.2	8	22.2	911	15.9
Upper	44.5	17	47.2	3,677	64.1
NA	0.0	4	11.1	549	9.6
Total	100.0	36	100.0	5,738	100.0
<i>Source: 2020 Census, Bank Data</i>					

Response to Complaints

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

QUALIFIED INVESTMENTS AND SERVICES

KCB Bank provided four qualified donations totaling \$245,000 since the previous evaluation. The bank demonstrated responsiveness to community development needs by donating to organizations that provide essential community services or help attract and/or retain businesses in underserved or distressed areas.

DISCRIMINATORY OR OTHER ILLEGAL CREDIT PRACTICES REVIEW

The bank's compliance with the laws relating to discrimination and other illegal credit practices was reviewed, including the Fair Housing Act and the Equal Credit Opportunity Act. Examiners did not identify any discriminatory or other illegal credit practices

APPENDICES

SMALL BANK PERFORMANCE CRITERIA

Lending Test

The Lending Test evaluates the bank's record of helping to meet the credit needs of its assessment area(s) by considering the following criteria:

- 1) The bank's loan-to-deposit ratio, adjusted for seasonal variation, and, as appropriate, other lending-related activities, such as loan originations for sale to the secondary markets, community development loans, or qualified investments;
- 2) The percentage of loans, and as appropriate, other lending-related activities located in the bank's assessment area(s);
- 3) The geographic distribution of the bank's loans;
- 4) The bank's record of lending to and, as appropriate, engaging in other lending-related activities for borrowers of different income levels and businesses and farms of different sizes; and
- 5) The bank's record of taking action, if warranted, in response to written complaints about its performance in helping to meet credit needs in its assessment area(s).

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.

American Community Survey (ACS): A nationwide United States Census survey that produces demographic, social, housing, and economic estimates in the form of five year estimates based on population thresholds.

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).

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 (e.g., geographic distribution, borrower profile, and total number and dollar amount of investments), and qualitative factors (e.g., 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 Loans: Includes closed-end mortgage loans or open-end line of credits as defined in the HMDA regulation that are not an excluded transaction per the HMDA regulation.

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 (e.g., 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.

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 (also known as non-MSA): 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.