



CDCI ANNUAL USE OF CAPITAL SURVEY - 2015

NAME OF INSTITUTION

(Include Holding Company Where Applicable)

Lafayette Bancorp, Inc.

Person to be contacted regarding this report:	David Guyton, President/CEO davidguyton@oubol.com
UST Sequence Number:	526
CPP/CDCI Funds Received:	4,551,000
CPP/CDCI Funds Repaid to Date:	0
Date Funded (first funding):	Feb 20, 2009
Date Repaid ¹ :	N/A

RSSD: (For Bank Holding Companies)	3260551
Holding Company Docket Number: (For Thrift Holding Companies)	
FDIC Certificate Number: (For Depository Institutions)	57034
Credit Union Charter Number: (For Credit Unions)	
City:	Oxford
State:	Mississippi

¹If repayment was incremental, please enter the most recent repayment date.

American taxpayers are quite interested in knowing how banks have used the money that Treasury has invested under the Capital Purchase Program (CPP) and Community Development Capital Initiative (CDCI). To answer that question, Treasury is seeking responses that describe generally how the CPP/CDCI investment has affected the operation of your business. We understand that once received, the cash associated with TARP funding is indistinguishable from other cash sources, unless the funds were segregated, and therefore it may not be feasible to identify precisely how the CPP/CDCI investment was deployed or how many CPP/CDCI dollars were allocated to each use. Nevertheless, we ask you to provide as much information as you can about how you have used the capital Treasury has provided, and how your uses of that capital have changed over time. Treasury will be pairing this survey with a summary of certain balance sheet and other financial data from your institution's regulatory filings, so to the extent you find it helpful to do so, please feel free to refer to your institution's quarterly call reports to illustrate your answers. This is your opportunity to speak to the taxpayers in your own words, which will be posted on our website.

What specific ways did your institution utilize CPP/CDCI capital? Check all that apply and elaborate as appropriate, especially if the uses have shifted over time. Your responses should reflect actions taken over the past year (or for the portion of the year in which CPP/CDCI funds were outstanding).

<input checked="" type="checkbox"/>	Increase lending or reduce lending less than otherwise would have occurred.	CDCI Capital allowed us to increase lending to the communities we serve by 10.2% in 2015.
<input checked="" type="checkbox"/>	To the extent the funds supported increased lending, please describe the major type of loans, if possible (residential mortgage loans, commercial mortgage loans, small business loans, etc.).	Our largest increase by loan type was a \$4,552,000 increase in commercial real estate loans. The largest increase of loan type by percentage was a 70.7% increase in commercial real estate construction loans.
<input type="checkbox"/>	Increase securities purchased (ABS, MBS, etc.).	

<input type="checkbox"/>	Make other investments	
<input checked="" type="checkbox"/>	Increase reserves for non-performing assets	In the last quarter of 2015, we made allocations to the loan loss reserve of \$140,000 to increase the total reserve to almost 1% of total loans outstanding.
<input type="checkbox"/>	Reduce borrowings	
<input type="checkbox"/>	Increase charge-offs	
<input type="checkbox"/>	Purchase another financial institution or purchase assets from another financial institution	
<input type="checkbox"/>	Held as non-leveraged increase to total capital	

What actions were you able to avoid because of the capital infusion of CPP/CDCI funds?

The most important role that the CDCI funding played would have to be in maintaining our "Well Capitalized" position. A "less than well capitalized" position would have increased our FDIC insurance premiums at a time when it is critical to keep expenses at the lowest level possible in order to keep costs down for the consumers we serve.

What actions were you able to take that you may not have taken without the capital infusion of CPP/CDCI funds?

We were able to adequately staff our new main office in Oxford. This facility enables more convenience for our customers with more drive through lanes and tellers resulting in less time waiting in line to see a bank representative. This allows for a much better consumer experience with our bank.

Please describe any other actions that you were able to undertake with the capital infusion of CPP/CDCI funds.