



**ANNUAL USE OF CAPITAL SURVEY - 2009**

**NAME OF INSTITUTION**

(Include Holding Company Where Applicable)

Vision Bank-Texas

Person to be contacted regarding this report:	Gary Mulhollen
UST Sequence Number:	732
CPP Funds Received:	1,500,000
CPP Funds Repaid to Date:	0
Date Funded (first funding):	Apr 24, 2009
Date Repaid <sup>1</sup> :	N/A

RSSD: (For Bank Holding Companies)	
Holding Company Docket Number: (For Thrift Holding Companies)	
FDIC Certificate Number: (For Depository Institutions)	58447
City:	Richardson
State:	Texas

<sup>1</sup>If 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). To answer that question, Treasury is seeking responses that describe generally how the CPP 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 investment was deployed or how many CPP 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 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 funds were outstanding).

<input checked="" type="checkbox"/>	Increase lending or reduce lending less than otherwise would have occurred.	Vision Bank-Texas made small business loans to a staffing company, a church and other businesses in the period from 4/24/09 to 12/31/09.
<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.).	Commercial mortgage loans and small business loans were the predominant loans originated.
<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	Vision Bank-Texas increased its Allowance for Loan and Lease Losses from 1% on 4/24/09 to 1.45% on 12/31/09.
<input type="checkbox"/>	Reduce borrowings	
<input checked="" type="checkbox"/>	Increase charge-offs	Vision Bank-Texas charged off a \$1,950,000 loan in 5/09.
<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 funds?

Vision Bank-Texas was able to avoid potential capital impairment and more significantly, the bank avoided a reduced legal lending limit. If the legal lending limit had been reduced, Vision Bank-Texas would have been forced to ask several large customers to leave the bank at a time when sources of bank funding were at minimal levels.

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

Vision Bank-Texas was able to continue to book high quality business loans, increase the ALLL significantly.

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

N/A