

PUBLIC DISCLOSURE

December 10, 2012

COMMUNITY REINVESTMENT ACT PERFORMANCE EVALUATION

Bank of Rantoul
RSSD# 37949

201 East Champaign Avenue
Rantoul, Illinois 61866

Federal Reserve Bank of Chicago

230 South LaSalle Street
Chicago, IL 60604-1413

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

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BANK OF RANTOUL'S CRA RATING

Bank of Rantoul is rated satisfactory.

Bank of Rantoul provides credit consistent with its asset size, location, and local economic conditions within its assessment area. The loan-to deposit ratio (LTD) is reasonable considering the characteristics of the bank, its local competitors, and the credit needs within the assessment area. A majority of the bank's loans are originated inside the assessment area. A geographic distribution analysis of the bank's loans indicates reasonable dispersion among the geographies of the assessment area. The distribution of borrowers reflects reasonable penetration among individuals of different income levels and businesses and farms of different sizes. There were no CRA-related complaints received by the bank or this Reserve Bank since the previous evaluation.

SCOPE OF EXAMINATION

The bank's CRA performance was evaluated in the context of information about the institution and its assessment area, such as asset size, financial condition, competition, and economic and demographic characteristics. Performance within the designated assessment area was evaluated using small bank, full-scope examination procedures based on the following performance criteria:

- ***Loan-to-Deposit Ratio*** – A 16-quarter average loan-to-deposit ratio was calculated from September 30, 2008 through June 30, 2012, for the bank and compared to its national peer and a sample of local competitors.
- ***Lending in the Assessment Area*** – The bank's 2010 and 2011 home mortgage loans (HMDA-reportable), along with small business and small farm loans originated between September 1, 2011 and August 31, 2012, were reviewed to determine the percentage of loans originated in the assessment area.
- ***Geographic Distribution of Lending in the Assessment Area*** – The bank's 2010 and 2011 HMDA-reportable loans, along with small business and small farm loans originated between September 1, 2011 and August 31, 2012, were analyzed to determine the extent to which the bank is making loans in geographies of different income levels, particularly those designated as low- and moderate-income.
- ***Lending to Borrowers of Different Income and to Businesses and Farms of Different Sizes*** – The bank's 2010 and 2011 HMDA-reportable loans, small business and small farm loans originated between September 1, 2011 – August 31, 2012, were reviewed to determine the distribution among borrowers of different income levels, particularly those considered low- or moderate-income (LMI), and to businesses and farms with different revenue sizes.

- **Response to Substantiated Complaints** – Neither Bank of Rantoul nor this Reserve Bank received any CRA-related complaints since the previous evaluation.

The evaluation includes a full review of the Champaign-Urbana, Illinois Metropolitan Statistical Area (MSA) #16580 assessment area and a limited review of the Danville, Illinois MSA #19180 assessment area.

DESCRIPTION OF BANK

Bank of Rantoul, with total assets of \$214 million as of September 30, 2012, is a wholly owned subsidiary of Bancorp Rantoul, Inc., a one-bank holding company located in Rantoul, Illinois. The bank operates a main office with a full-service ATM, one branch with a cash-only ATM in Rossville, Illinois, a limited service location with a full-service ATM, and a stand-alone cash-only ATM.

The bank offers a variety of deposit and credit products to meet the banking needs of consumers, businesses, and farming entities operating in its assessment areas. Deposit products include checking, savings, negotiable order of withdrawal (NOW), money market accounts, individual retirement accounts (IRAs), and certificates of deposit (CDs). Lending products include secured and unsecured consumer, residential purchase and refinance, commercial, and agricultural loans. The bank also offers 24-hour automated telephone banking and online services, enabling customer access to account balance information and inter-account transfer of funds.

Category	Type	\$	%
Real Estate Secured	1-4 Family and Multi-Family Residential	12,727	13.2
	Farmland	11,287	11.7
	Non-farm, Non-residential	21,504	22.3
	Total Real Estate Secured	45,518	47.2
Agricultural	Agricultural	23,028	23.9
Commercial	Commercial and Industrial	26,201	27.2
Consumer	Loans to Individuals	1,605	1.7
Other	Loans to State and Political Subdivisions	20	0.0
	Total	96,372	100.0

Note: Percentages may not add to 100.0 percent due to rounding.

As the data in the preceding table indicates, commercial, industrial, and non-farm, non-residential loans comprise the largest portion (49.5 percent) of the bank's outstanding loans. Agricultural and farmland loans also comprise a significant portion (35.8 percent) of the bank's portfolio, and residential real estate loans make up a smaller portion (13.2 percent).

As of the June 30, 2012 FDIC Summary of Deposits Market Share Report, Bank of Rantoul held 3.3 percent of the deposits in Champaign, Ford, and Vermilion counties, ranking 6th of 44 institutions. The top three banks, by deposit market share, in the assessment areas are Busey Bank (31.3 percent); JP Morgan Chase Bank, National Association (5.7 percent); and First Financial Bank, National Association (5.2 percent). Bank identified local competitors include: First Bank & Trust (Paris, IL); Busey Bank (Champaign, IL); MainSource Bank (Greensburg; IN); Gifford State Bank (Gifford, IL); and Fisher National Bank (Fisher, IL).

There are no known legal, financial or other factors impeding the bank's ability to help meet the credit needs in its communities.

The bank was rated satisfactory under the CRA at its previous evaluation conducted on December 1, 2008.

DESCRIPTION OF INSTITUTION'S ASSESSMENT AREAS

Bank of Rantoul's assessment areas are comprised of portions of two separate metropolitan statistical areas; specifically, ten census tracts in the Champaign-Urbana, Illinois MSA #16580, and three census tracts in the Danville, Illinois MSA #19180. Of the 13 census tracts within the bank's two assessment areas, two are moderate- and 11 are middle-income. There are no low- or upper-income census tracts in the assessment areas.

The bank's assessment areas remain unchanged since the previous evaluation. Detailed descriptions of each assessment area are presented in the individual sections.

CONCLUSIONS WITH RESPECT TO PERFORMANCE CRITERIA

Loan-to-Deposit (LTD) Ratio

The bank's average loan-to-deposit (LTD) ratio was evaluated relative to the bank's capacity to lend, its competitors, and its peer LTD ratios. Also considered were demographic factors, economic conditions, and lending opportunities present in the assessment area.

The following table summarizes the bank's loan-to-deposit ratio for the 16 quarters ending June 30, 2012. The bank's most recent LTD was 51.4 percent, with a 16-quarter average of 65.8 percent ending June 30, 2012. The table also compares the bank's data with similar data for other competitors in the assessment areas and the national peer group of financial institutions with similar asset sizes and branch networks. The LTD is reasonable, given the bank's size, financial condition, and assessment area credit needs. Although lower than its national peer group and competitors, the bank's average LTD indicates a willingness and ability to lend.

Table 2	
Comparative Loan-to-Deposit Ratios	
Institution	Loan-to-Deposit Ratio (%)
	16 – Quarter Average
Bank of Rantoul; Rantoul, IL	65.8
National Peer Group 4*	78.8
Competitors	
First Bank & Trust, S.B.; Paris, IL	97.5
Busey Bank; Champaign, IL	81.0
MainSource Bank; Greensburg, IN	78.6
Gifford State Bank; Gifford, IL	76.6
Fisher National Bank; Fisher, IL	73.6

**The bank's peer group, as defined in the Uniform Bank Performance Report, includes all insured commercial banks with assets between \$100 and \$300 million in a metropolitan statistical area with three or more full service offices.*

Assessment Area Concentration

The following table summarizes the bank's lending inside and outside its combined assessment area by product. A majority of HMDA-reportable, small business, and small farm loans are originated in the combined assessment area. Of the 49 loans made during the evaluation period, 65.3 percent of loans by number and 50.3 percent by dollar were made in the assessment area, indicating the bank is serving surrounding communities.

Table 3								
Lending Inside and Outside the Assessment Area								
Loan Type	Inside				Outside			
	#	%	\$ (000s)	%	#	%	\$ (000s)	%
Home Purchase Loans	13	86.7	438	67.7	2	13.3	209	32.3
Refinanced Loans	13	56.5	1,319	46.5	10	43.5	1,520	53.5
Home Improvement Loans	7	87.5	88	94.6	1	12.5	5	5.4
Multi-Family Loans	1	100.0	127	100.0	0	0.0	0	0.0
Total HMDA-Reportable Loans	34	72.3	1,972	53.2	13	27.7	1,734	46.8
Small Business Loans	11	78.6	429	69.7	3	21.4	186	30.3
Small Farm Loans	4	28.6	330	29.8	10	71.4	777	70.2
Total Small Business/Small Farm	15	53.6	758	44.1	13	46.4	963	55.9
Total Loans	49	65.3	2,730	50.3	26	34.7	2,697	49.7

Note: Percentages may not add to 100.0 percent due to rounding.

Geographic and Borrower Distribution

Overall, the geographic distribution of loans reflects reasonable penetration throughout the assessment area. The overall distribution of loans, based on borrower incomes and revenues, reflects a reasonable penetration among borrowers of different income levels and businesses and farms of different sizes. The bank's performance is discussed in detail under each assessment area discussion.

Response to Complaints

Neither Bank of Rantoul nor this Reserve Bank received any CRA-related complaints since the previous evaluation.

FAIR LENDING OR OTHER ILLEGAL CREDIT PRACTICES REVIEW

No evidence of discriminatory or other illegal credit practices inconsistent with helping to meet community credit needs was identified.

CHAMPAIGN-URBANA, ILLINOIS METROPOLITAN STATISTICAL AREA (MSA# 16580) – FULL REVIEW

SCOPE OF EXAMINATION

The scope of the examination is consistent with the overall scope described in the institution summary.

DESCRIPTION OF INSTITUTION'S OPERATIONS IN CHAMPAIGN-URBANA, ILLINOIS MSA# 16850

Bank of Rantoul's assessment area in the Champaign-Urbana MSA is comprised of ten census tracts, of which two are moderate-income and eight are middle-income. Specifically, the assessment area consists of the northern portion of Champaign County containing census tracts 101.00, 102.01, 102.03, 103.00, 104.00, and 105.00; and the southern portion of Ford County containing census tracts 9617.00, 9618.00, 9619.00, and 9620.00.

The main office of the bank, with an attached ATM, is located in a moderate-income census tract, with the limited service branch and one ATM located in middle-income census tracts. The stand-alone ATM is situated in a moderate-income census tract. No branch offices were opened or closed since the previous CRA evaluation.

As of the June 30, 2012 FDIC Summary of Deposits Market Share Report, Bank of Rantoul held 3.5 percent of the deposits in Champaign and Ford counties, ranking 6th out of 35 institutions. The top three banks, by deposit market share, are Busey Bank (39.0 percent); JP Morgan Chase Bank, National Association (7.1 percent); and PNC Bank, National Association (5.5 percent).

Table 4									
Assessment Area Demographics⁽¹⁾									
Champaign-Urbana, Illinois MSA 16580									
Income Categories	Tract Distribution		Families by Tract Income		Families < Poverty Level as % of Families by Tract		Families by Family Income		
	#	%	#	%	#	%	#	%	
Low-income	0	0.0	0	0.0	0	0.0	1,886	20.1	
Moderate-income	2	20.0	1,731	18.4	141	8.1	2,165	23.0	
Middle-income	8	80.0	7,663	81.6	442	5.8	2,578	27.4	
Upper-income	0	0.0	0	0.0	0	0.0	2,765	29.4	
Unknown-income	0	0.0	0	0.0	0	0.0	0	0.0	
Total Assessment Area	10	100.0	9,394	100.0	583	6.2	9,394	100.0	
	Total Housing Units by Tract		Housing Types by Tract						
			Owner-occupied		Rental		Vacant		
	#		#	%	%	#	%	#	%
Low-income	0		0	0.0	0.0	0	0.0	0	0.0
Moderate-income	3,276		1,212	13.2	37.0	1,535	46.9	529	16.1
Middle-income	11,912		7,971	86.8	66.9	3,005	25.2	936	7.9
Upper-income	0		0	0.0	0.0	0	0.0	0	0.0
Unknown-income	0		0	0.0	0.0	0	0.0	0	0.0
Total Assessment Area	15,188		9,183	100.0	60.5	4,540	29.9	1,465	9.6
	Total Businesses by Tract		Businesses by Tract & Revenue Size						
			Less Than or = \$1 Million		Over \$1 Million		Revenue Not Reported		
	#	%	#	%	#	%	#	%	
Low-income	0	0.0	0	0.0	0	0.0	0	0.0	
Moderate-income	278	19.6	244	19.2	15	22.7	19	23.8	
Middle-income	1,142	80.4	1,030	80.8	51	77.3	61	76.3	
Upper-income	0	0.0	0	0.0	0	0.0	0	0.0	
Unknown-income	0	0.0	0	0.0	0	0.0	0	0.0	
Total Assessment Area	1,420	100.0	1,274	100.0	66	100.0	80	100.0	
	Percentage of Total Businesses:			89.7		4.6		5.6	
	Total Farms by Tract		Farms by Tract & Revenue Size						
			Less Than or = \$1 Million		Over \$1 Million		Revenue Not Reported		
	#	%	#	%	#	%	#	%	
Low-income	0	0.0	0	0.0	0	0.0	0	0.0	
Moderate-income	3	0.8	2	0.5	1	33.3	0	0.0	
Middle-income	373	99.2	371	99.5	2	66.7	0	0.0	
Upper-income	0	0.0	0	0.0	0	0.0	0	0.0	
Unknown-income	0	0.0	0	0.0	0	0.0	0	0.0	
Total Assessment Area	376	100.0	373	100.0	3	100.0	0	0.0	
	Percentage of Total Farms:			99.2		0.8		0.0	

⁽¹⁾ Information regarding farms by tract and revenue size is based on 2010 data. All other information is based on 2000 census data.

Note: Percentages may not add to 100.0 percent due to rounding.

Population Characteristics

Champaign County, with a population of 201,081, increased in population by 11.9 percent since the 2000 U.S. Census. The increase in population may be attributed to the availability of employment in Champaign County, specifically for the University of Illinois at Urbana-Champaign. By contrast, Ford County's population slightly decreased during the same time period, and Illinois' population increased only 3.3 percent.

Table 5			
Population Change 2000 and 2010			
Area	2000 Population	2010 Population	Percentage Change
Assessment Area	49,954	N/A	N/A
Champaign County, IL	179,669	201,081	11.9
Ford County, IL	14,241	14,081	-1.1
Champaign-Urbana, IL MSA	210,275	231,891	10.3
State of Illinois	12,419,293	12,830,632	3.3
<i>Source: 2000—U.S. Census Bureau: Decennial Census 2010—U.S. Census Bureau: Decennial Census</i>			

Income Characteristics

Based on 2000 U.S. Census Bureau figures the median family income (MFI) in the bank's assessment area was \$44,849. The Census Bureau estimates show the MFI for Champaign and Ford counties increased notably since 2000. The increases are also above increases for the state. Although the 2006-2010 median family income estimate was not available for the assessment area, increases within all of the areas suggest the assessment area would have also increased proportionately. The data in the following table is a comparison of median family incomes for the assessment area, counties, MSA, and the state.

Table 6			
Median Family Income Change 2000 and 2010			
Area	2000 Median Family Income	2006-2010 Median Family Income	Percentage Change
Assessment Area	44,849	N/A	N/A
Champaign County, IL	52,591	65,785	25.1
Ford County, IL	44,947	62,819	39.8
Champaign-Urbana, IL MSA	N/A	65,521	N/A
State of Illinois	55,545	68,236	22.8
<i>Source: 2000—U.S. Census Bureau: Decennial Census 2000-2010—U.S. Census Bureau: American Community Survey</i>			

Housing Characteristics

According to 2000 U.S. Census Bureau information there are a total of 15,188 housing units in the Champaign-Urbana MSA, of which a majority are owner-occupied. More specifically, 60.5 percent of the housing units are owner-occupied, 29.9 percent are rental units, and 9.6 percent are vacant units.

As of 2010, Champaign County had the highest median housing value and median gross rent within the assessment area at \$145,200 and \$730, respectively. As of 2010, the state of Illinois maintains the highest median housing value and median gross rent at \$202,500 and \$834, respectively.

Table 7				
Trends in Housing Costs 2000 and 2010				
Location	2000 Median Housing Value	2006-2010 Median Housing Value	2000 Median Gross Rent	2006-2010 Median Gross Rent
Assessment Area	68,643	N/A	461	N/A
Champaign County, IL	91,200	145,200	540	730
Ford County, IL	71,200	90,700	412	573
Champaign-Urbana, IL MSA	N/A	138,400	N/A	723
State of Illinois	127,800	202,500	605	834

*Source: 2000 – U.S. Census Bureau: Decennial Census
2000-2010 – U.S. Census Bureau: American Community Survey*

Employment Conditions

Unemployment statistics, as presented in the table below, for the counties comprising the bank’s assessment area, state of Illinois, and nation indicate a weak job market, as annual unemployment rates remained elevated since 2009. Of the two counties in the assessment area, Champaign County’s annual unemployment rate was the lowest during the evaluation period, yet it remains higher than historical levels.

Table 8				
Unemployment Rates				
Region	2008	2009	2010	2011
Champaign County, IL	5.7	8.2	9.0	8.4
Ford County, IL	6.3	9.9	10.1	9.4
Champaign-Urbana, IL MSA	5.7	8.3	9.0	8.4
State of Illinois	6.4	10.0	10.3	9.8
United States	5.8	9.3	9.6	8.9

Source: Bureau of Labor Statistics: Local Area Unemployment Statistics

According to the America’s Labor Market Information System, the primary employment sector in the assessment area is education. More specifically, the University of Illinois at Urbana-

Champaign is the largest employer with 11,056 employees. The second largest employment sector in the assessment area is healthcare.

Table 9 Largest Employers in the Assessment Area		
Company	Number of Employees	Industry
University of IL-Urbana-Champaign	11,056	Colleges, Universities & Professional Schools
Carle Foundation Hospital	2,000	General Medical & Surgical Hospitals
Carle Physicians Group	1,500	Freestanding Ambulatory Surgical & Emergency Centers
Kraft Foods	1,300	Packaged Frozen Food Merchant Wholesalers
Provena	850	General Medical & Surgical Hospitals
Provena United Samaritan Medical Center (PUSMC)	850	Offices of Physicians (Exchange Mental Health Specialists)
Walgreens Accounting Center	850	Other Accounting Services

Source: America's Labor Market Information System

Bankruptcy Rates

According to the FDIC, the 2011 bankruptcy rate in Ford County was 26th out of 102 counties in Illinois; Champaign County was 86th out of 102 counties. Ford County's personal bankruptcy rate per 1,000 individuals was 4.5 percent in 2011, compared to 4.2 percent in 2010. Champaign County showed a decrease in bankruptcy rates from 2010 through 2011. Champaign County's personal bankruptcy rate per 1,000 individuals was 2.6 percent in 2011, compared to 3.1 percent in 2010. Overall, the bankruptcy rates in Ford County and Champaign County were lower than the bankruptcy rate for the state of Illinois, which was 5.5 percent in 2011.

Community Representatives

Three community representatives were contacted during the examination to increase understanding of credit needs of the assessment area. Contacts mentioned declining home values and the need for farm capital are concerns in the area.

CONCLUSIONS WITH RESPECT TO PERFORMANCE TESTS IN THE CHAMPAIGN-URBANA, ILLINOIS METROPOLITAN STATISTICAL AREA (MSA# 16580)

LENDING TEST

Bank of Rantoul is meeting the credit needs of the assessment area, based on an analysis of the bank's lending activities. The geographic distribution of loans reflects reasonable dispersion throughout the assessment area. The bank's lending activity exhibits a reasonable distribution of loans across borrowers of different income levels and across businesses and farms of different sizes.

Geographic Distribution of Loans

The geographic distribution of loans reflects reasonable dispersion throughout the assessment area. No unexplained or conspicuous gaps in lending were identified.

HMDA-Reportable Lending

Total home mortgage loans declined in 2011 by 47.6 percent from 2010, due to reduced demand for residential real estate loans. In 2011, the bank originated 54.5 percent, by number, of HMDA-reportable loans in moderate-income census tracts and 45.5 percent of HMDA-reportable loans in middle-income census tracts. Performance exceeded the aggregate lending totals, 8.5 percent and 91.5 percent, respectively. Performance was consistent with 2010 lending.

Table 10							
Home Mortgage Lending, 2011							
Geographic Distribution							
(000s)							
Census Tract Income Level	Bank Loans				Aggregate of All Lenders (Peer)		Owner-Occupied Housing
	#	%	\$	%	# %	\$ %	%
Home Purchase Loans							
Low	0	0.0	0	0.0	0.0	0.0	0.0
Moderate	4	100.0	131	100.0	13.2	7.6	13.2
Middle	0	0.0	0	0.0	86.8	92.4	86.8
Upper	0	0.0	0	0.0	0.0	0.0	0.0
Unknown	0	0.0	0	0.0	0.0	0.0	0.0
Total	4	100.0	131	100.0	100.0	100.0	100.0
Refinanced Loans							
Low	0	0.0	0	0.0	0.0	0.0	
Moderate	2	50.0	109	43.4	6.2	3.6	
Middle	2	50.0	142	56.6	93.8	96.4	
Upper	0	0.0	0	0.0	0.0	0.0	
Unknown	0	0.0	0	0.0	0.0	0.0	
Total	4	100.0	251	100.0	100.0	100.0	
Home Improvement Loans							
Low	0	0.0	0	0.0	0.0	0.0	
Moderate	0	0.0	0	0.0	5.4	4.8	
Middle	2	100.0	7	100.0	94.6	95.2	
Upper	0	0.0	0	0.0	0.0	0.0	
Unknown	0	0.0	0	0.0	0.0	0.0	
Total	2	100.0	7	100.0	100.0	100.0	
Multifamily Loans							
Low	0	0.0	0	0.0	0.0	0.0	
Moderate	0	0.0	0	0.0	0.0	0.0	
Middle	1	100.0	127	100.0	100.0	100.0	
Upper	0	0.0	0	0.0	0.0	0.0	
Unknown	0	0.0	0	0.0	0.0	0.0	
Total	1	100.0	127	100.0	100.0	100.0	
Total Home Mortgage Loans							
Low	0	0.0	0	0.0	0.0	0.0	
Moderate	6	54.5	240	46.5	8.5	4.9	
Middle	5	45.5	276	53.5	91.5	95.1	
Upper	0	0.0	0	0.0	0.0	0.0	
Unknown	0	0.0	0	0.0	0.0	0.0	
Total	11	100.0	516	100.0	100.0	100.0	
<i>Note: Percentages may not add to 100.0 percent due to rounding.</i>							

Small Business Lending

The bank originated 11.1 percent of its loans by number and 0.7 percent by dollar volume to businesses located in moderate-income census tracts. While the figures are below the percentage of businesses located in the moderate-income census tracts, they indicate the bank is lending to businesses in areas of need. Furthermore, the bank’s volume of lending in the evaluation time period is relatively low. The following table summarizes the bank’s small business lending by income level designation of the geography.

Table 11 Small Business Lending September 1, 2011 – August 31, 2012 Geographic Distribution (000s)					
Census Tract Income Level	Bank Loans				Businesses by Census Tract Income Level
	#	%	\$	%	%
Low	0	0.0	0	0.0	0.0
Moderate	1	11.1	3	0.7	19.6
Middle	8	88.9	384	99.3	80.4
Upper	0	0.0	0	0.0	0.0
Unknown	0	0.0	0	0.0	0.0
Total	9	100.0	387	100.0	100.0

Note: Percentages may not add to 100.0 percent due to rounding.

Small Farm Lending

The bank originated 50.0 percent of its loans by number and 79.4 percent by dollar volume to farms located in moderate-income census tracts; however, only two small farm loans were originated during the review period. The following table summarizes the bank’s agricultural lending by income level designation of the geography.

Table 12 Small Farm Lending September 1, 2011 – August 31, 2012 Geographic Distribution (000s)					
Census Tract Income Level	Bank Loans				Farms by Census Tract Income Level
	#	%	\$	%	%
Low	0	0.0	0	0.0	0.0
Moderate	1	50.0	250	79.4	0.8
Middle	1	50.0	65	20.6	99.2
Upper	0	0.0	0	0.0	0.0
Unknown	0	0.0	0	0.0	0.0
Total	2	100.0	315	100.0	100.0

Note: Percentages may not add to 100.0 percent due to rounding.

Lending to Borrowers of Different Income Levels and to Businesses of Farms of Different Sizes

The bank’s record of lending demonstrates reasonable distribution of loans among individuals of different income levels, particularly individuals with low- and moderate-incomes, and businesses and farms of different sizes, given the product lines offered by the bank.

HMDA-Reportable Lending

The bank made a majority of loans to upper- and middle-income borrowers; however, penetration was reasonable to low- and moderate-income borrowers. In 2011, the bank originated 9.1 percent of loans by volume and 0.6 percent by dollar amount to low-income individuals, generally consistent with aggregate lenders. However, moderate-income lending was below aggregate in both number and dollar. For 2010, the bank’s lending to low- and moderate-income borrowers was greater in both number (47.6 percent) and dollar (22.9 percent). These figures were also comparable to aggregate. The following table represents the bank’s distribution of home mortgage loans.

Table 13							
Home Mortgage Lending, 2011							
Borrower Distribution							
(000s)							
Income Level of the Borrower	Bank Loans		Bank Loans		Aggregate of All Lenders		Families by Family Income Level
	#	%	\$	%	# %	\$ %	%
Home Purchase Loans							
Low	0	0.0	0	0.0	18.5	13.4	20.1
Moderate	0	0.0	0	0.0	28.8	25.1	23.0
Middle	0	0.0	0	0.0	25.1	28.3	27.4
Upper	1	25.0	25	19.1	17.6	24.5	29.4
Unknown	3	75.0	106	80.9	10.0	8.6	0.0
Total	4	100.0	131	100.0	100.0	100.0	100.0
Refinanced Loans							
Low	0	0.0	0	0.0	8.4	4.8	
Moderate	0	0.0	0	0.0	23.6	15.8	
Middle	1	25.0	106	42.2	24.9	23.2	
Upper	2	50.0	60	23.9	31.8	40.4	
Unknown	1	25.0	85	33.9	11.4	15.7	
Total	4	100.0	251	100.0	100.0	100.0	
Home Improvement Loans							
Low	1	50.0	3	42.9	16.1	11.9	
Moderate	0	0.0	0	0.0	23.2	16.7	
Middle	1	50.0	4	57.1	30.4	42.1	
Upper	0	0.0	0	0.0	26.8	28.9	
Unknown	0	0.0	0	0.0	3.6	0.4	
Total	2	100.0	7	100.0	100.0	100.0	
Multifamily Loans							
Low	0	0.0	0	0.0	0.0	0.0	
Moderate	0	0.0	0	0.0	0.0	0.0	
Middle	0	0.0	0	0.0	0.0	0.0	
Upper	0	0.0	0	0.0	0.0	0.0	
Unknown	1	100.0	127	100.0	100.0	100.0	
Total	1	100.0	127	100.0	100.0	100.0	
Total Home Mortgage Loans							
Low	1	9.1	3	0.6	12.4	7.8	
Moderate	0	0.0	0	0.0	25.3	18.9	
Middle	2	18.2	110	21.3	25.2	25.0	
Upper	3	27.3	85	16.5	26.4	34.4	
Unknown	5	45.5	318	61.6	10.7	13.9	
Total	11	100.0	516	100.0	100.0	100.0	
<i>Note: Percentages may not add to 100.0 percent due to rounding.</i>							

Small Business Lending

The bank originated 66.7 percent of loans by number and 72.0 percent by dollar volume to businesses with revenues equal to or less than \$1 million. Additionally, 88.9 percent of all small

business originations were made in amounts equal to \$100,000 or less. Loan size is a reasonable indicator of the size of the business borrower, and small dollar loans are typically originated to smaller businesses. Emphasis is placed on loans in amounts of \$100,000 or less, because the category of lending is considered most likely to benefit small businesses. Of the bank's loans made to businesses with annual revenues of \$1 million or less, 83.3 percent were made in amounts equal to or less than 100,000, indicating the bank is serving business community needs.

Table 14						
Small Business Loan Distribution						
September 1, 2011 – August 31, 2012						
By Revenue and Loan Size						
(000s)						
Category	Bank Loans				Businesses By Annual Revenues	
	#	%	\$	%	#	%
By Revenue						
\$1 Million or Less	6	66.7	279	72.0	1,274	89.7
Over \$1 Million	3	33.3	108	28.0	66	4.6
Not Known	0	0.0	0	0.0	80	5.6
Total	9	100.0	387	100.0	1,420	100.0
By Loan Size						
\$100,000 or less	8	88.9	212	54.8		
\$100,000 - \$250,000	1	11.1	175	45.2		
\$250,000 - \$1 Million	0	0.0	0	0.0		
Total	9	100.0	387	100.0		
By Loan Size and Revenue \$1 Million or Less						
\$100,000 or less	5	83.3	104	37.2		
\$100,000 - \$250,000	1	16.7	175	62.8		
\$250,000 - \$1 Million	0	0.0	0	0.0		
Total	6	100.0	279	100.0		
<i>Note: Percentages may not add to 100.0 percent due to rounding.</i>						

Small Farm Lending

The bank originated 100.0 percent of farm loans by number and 100.0 percent by dollar volume to farms with revenues equal to or less than \$1 million; however, only a total of two loans were originated within the timeframe. In addition, 50.0 percent of all farm loans were made for an amount equal to \$100,000 or less. Loan size is a reasonable indicator of the size of the farms, and small dollar loans are typically originated to smaller farms. Emphasis is placed on loans in amounts of \$100,000 or less, because the category of lending is considered most likely to benefit small farms. Of the bank's loans made to farms with annual revenues of \$1 million or less, 50.0 percent were made in amounts equal to or less than \$100,000, indicating the bank is serving farm community needs.

Table 15						
Small Farm Loan Distribution						
September 1, 2011 – August 31, 2012						
By Revenue and Loan Size						
(000s)						
Category	Bank Loans				Farms By Annual Revenues	
	#	%	\$	%	#	%
By Revenue						
\$1 Million or Less	2	100.0	315	100.0	373	99.2
Over \$1 Million	0	0.0	0	0.0	3	0.8
Not Known	0	0.0	0	0.0	0	0.0
Total	2	100.0	315	100.0	376	100.0
By Loan Size						
\$100,000 or less	1	50.0	65	20.6		
\$100,000 - \$250,000	1	50.0	250	79.4		
\$250,000 - \$500,000	0	0.0	0	0.0		
Total	2	100.0	315	100.0		
By Loan Size and Revenue \$1 Million or Less						
\$100,000 or less	1	50.0	65	20.6		
\$100,000 - \$250,000	1	50.0	250	79.4		
\$250,000 - \$500,000	0	0.0	0	0.0		
Total	2	100.0	315	100.0		
<i>Note: Percentages may not add to 100.0 percent due to rounding.</i>						

DANVILLE, ILLINOIS METROPOLITAN STATISTICAL AREA (MSA#19180) – LIMITED REVIEW

SCOPE OF EXAMINATION

The scope of the examination is consistent with the overall scope described in the institution summary.

DESCRIPTION OF INSTITUTION'S OPERATIONS IN DANVILLE, IL MSA 19180

The Danville MSA is comprised of three middle-income census tracts. The bank operates one branch and one ATM located in Rossville, Illinois.

As of the June 30, 2012 FDIC Summary of Deposits Market Share Report, Bank of Rantoul held 2.9 percent of the deposits in the Danville MSA, ranking 11th out of 16 institutions.

Demographic information for the assessment area is presented in the following table.

Table 16
Assessment Area Demographics⁽¹⁾
Danville, IL MSA 19180

Income Categories	Tract Distribution		Families by Tract Income		Families < Poverty Level as % of Families by Tract		Families by Family Income		
	#	%	#	%	#	%	#	%	
Low-income	0	0.0	0	0.0	0	0.0	647	16.6	
Moderate-income	0	0.0	0	0.0	0	0.0	686	17.5	
Middle-income	3	100.0	3,909	100.0	324	8.3	1,042	26.7	
Upper-income	0	0.0	0	0.0	0	0.0	1,534	39.2	
Unknown-income	0	0.0	0	0.0	0	0.0	0	0.0	
Total Assessment Area	3	100.0	3,909	100.0	324	8.3	3,909	100.0	
	Total Housing Units by Tract		Housing Types by Tract						
			Owner-occupied		Rental		Vacant		
	#		#	%	%	#	%	#	%
Low-income	0		0	0.0	0.0	0	0.0	0	0.0
Moderate-income	0		0	0.0	0.0	0	0.0	0	0.0
Middle-income	6,006		4,147	100.0	69.0	1,342	22.3	517	8.6
Upper-income	0		0	0.0	0.0	0	0.0	0	0.0
Unknown-income	0		0	0.0	0.0	0	0.0	0	0.0
Total Assessment Area	6,006		4,147	100.0	69.0	1,342	22.3	517	8.6
	Total Businesses by Tract		Businesses by Tract & Revenue Size						
			Less Than or = \$1 Million		Over \$1 Million		Revenue Not Reported		
	#	%	#	%	#	%	#	%	
Low-income	0	0.0	0	0.0	0	0.0	0	0.0	
Moderate-income	0	0.0	0	0.0	0	0.0	0	0.0	
Middle-income	599	100.0	549	100.0	20	100.0	30	100.0	
Upper-income	0	0.0	0	0.0	0	0.0	0	0.0	
Unknown-income	0	0.0	0	0.0	0	0.0	0	0.0	
Total Assessment Area	599	100.0	549	100.0	20	100.0	30	100.0	
	Percentage of Total Businesses:			91.7		3.3		5.0	
	Total Farms by Tract		Farms by Tract & Revenue Size						
			Less Than or = \$1 Million		Over \$1 Million		Revenue Not Reported		
	#	%	#	%	#	%	#	%	
Low-income	0	0.0	0	0.0	0	0.0	0	0.0	
Moderate-income	0	0.0	0	0.0	0	0.0	0	0.0	
Middle-income	183	100.0	183	100.0	0	0.0	0	0.0	
Upper-income	0	0.0	0	0.0	0	0.0	0	0.0	
Unknown-income	0	0.0	0	0.0	0	0.0	0	0.0	
Total Assessment Area	183	100.0	183	100.0	0	0.0	0	0.0	
	Percentage of Total Farms:			100.0		0.0		0.0	

⁽¹⁾ Information regarding farms by tract and revenue size is based on 2010 data. All other information is based on 2000 census data.

Note: Percentages may not add to 100.0 percent due to rounding.

CONCLUSIONS WITH RESPECT TO PERFORMANCE TESTS IN DANVILLE, IL MSA #19180

LENDING TEST

Geographic Distribution of Loans

The bank's performance is consistent with its overall performance.

HMDA-Reportable Lending

The bank originated no HMDA-reportable loans in 2011, consistent with the bank's limited presence in this market. The bank made two loans in 2010, however, as indicated in the table below.

Table 17							
Home Mortgage Lending, 2010							
Geographic Distribution							
(000s)							
Census Tract Income Level	Bank Loans				Aggregate of All Lenders (Peer)		Owner-Occupied Housing
	#	%	\$	%	# %	\$ %	%
Home Purchase Loans							
Low	0	0.0	0	0.0	0.0	0.0	0.0
Moderate	0	0.0	0	0.0	0.0	0.0	0.0
Middle	1	100.0	37	100.0	100.0	100.0	100.0
Upper	0	0.0	0	0.0	0.0	0.0	0.0
Unknown	0	0.0	0	0.0	0.0	0.0	0.0
Total	1	100.0	37	100.0	100.0	100.0	100.0
Refinanced Loans							
Low	0	0.0	0	0.0	0.0	0.0	
Moderate	0	0.0	0	0.0	0.0	0.0	
Middle	1	100.0	128	100.0	100.0	100.0	
Upper	0	0.0	0	0.0	0.0	0.0	
Unknown	0	0.0	0	0.0	0.0	0.0	
Total	1	100.0	128	100.0	100.0	100.0	
Home Improvement Loans							
Low	0	0.0	0	0.0	0.0	0.0	
Moderate	0	0.0	0	0.0	0.0	0.0	
Middle	0	0.0	0	0.0	100.0	100.0	
Upper	0	0.0	0	0.0	0.0	0.0	
Unknown	0	0.0	0	0.0	0.0	0.0	
Total	0	0.0	0	0.0	100.0	100.0	
Multifamily Loans							
Low	0	0.0	0	0.0	0.0	0.0	
Moderate	0	0.0	0	0.0	0.0	0.0	
Middle	0	0.0	0	0.0	0.0	0.0	
Upper	0	0.0	0	0.0	0.0	0.0	
Unknown	0	0.0	0	0.0	0.0	0.0	
Total	0	0.0	0	0.0	0.0	0.0	
Total Home Mortgage Loans							
Low	0	0.0	0	0.0	0.0	0.0	
Moderate	0	0.0	0	0.0	0.0	0.0	
Middle	2	100.0	165	100.0	100.0	100.0	
Upper	0	0.0	0	0.0	0.0	0.0	
Unknown	0	0.0	0	0.0	0.0	0.0	
Total	2	100.0	165	100.0	100.0	100.0	
<i>Note: Percentages may not add to 100.0 percent due to rounding.</i>							

Small Business and Small Farm Lending

Table 18 Small Business Lending September 1, 2011 – August 31, 2012 Geographic Distribution (000s)					
Census Tract Income Level	Bank Loans				Businesses by Census Tract Income Level
	#	%	\$	%	%
Low	0	0.0	0	0.0	0.0
Moderate	0	0.0	0	0.0	0.0
Middle	2	100.0	42	100.0	100.0
Upper	0	0.0	0	0.0	0.0
Unknown	0	0.0	0	0.0	0.0
Total	2	100.0	42	100.0	100.0

Note: Percentages may not add to 100.0 percent due to rounding.

Table 19 Small Farm Lending September 1, 2011 – August 31, 2012 Geographic Distribution (000s)					
Census Tract Income Level	Bank Loans				Farms by Census Tract Income Level
	#	%	\$	%	%
Low	0	0.0	0	0.0	0.0
Moderate	0	0.0	0	0.0	0.0
Middle	2	100.0	15	100.0	100.0
Upper	0	0.0	0	0.0	0.0
Unknown	0	0.0	0	0.0	0.0
Total	2	100.0	15	100.0	100.0

Note: Percentages may not add to 100.0 percent due to rounding.

Lending to Borrowers of Different Income Levels and to Businesses of Farms of Different Sizes

The bank's performance is consistent with its overall performance.

HMDA-Reportable Lending

The bank originated no HMDA-reportable loans in 2011. The table, below, shows the bank's lending in the assessment area in 2010.

Table 20							
Home Mortgage Lending, 2010							
Borrower Distribution							
(000s)							
Income Level of the Borrower	Bank Loans		Bank Loans		Aggregate of All Lenders		Families by Family Income Level
	#	%	\$	%	# %	\$ %	%
Home Purchase Loans							
Low	0	0.0	0	0.0	11.0	6.6	16.6
Moderate	0	0.0	0	0.0	23.7	18.0	17.5
Middle	0	0.0	0	0.0	29.7	26.8	26.7
Upper	1	100.0	37	100.0	28.0	40.9	39.2
Unknown	0	0.0	0	0.0	7.6	7.7	0.0
Total	1	100.0	37	100.0	100.0	100.0	100.0
Refinanced Loans							
Low	0	0.0	0	0.0	5.8	3.9	
Moderate	0	0.0	0	0.0	18.8	12.9	
Middle	0	0.0	0	0.0	21.7	22.6	
Upper	1	100.0	128	100.0	40.6	45.4	
Unknown	0	0.0	0	0.0	13.0	15.1	
Total	1	100.0	128	100.0	100.0	100.0	
Home Improvement Loans							
Low	0	0.0	0	0.0	12.7	7.2	
Moderate	0	0.0	0	0.0	20.0	15.0	
Middle	0	0.0	0	0.0	32.7	36.8	
Upper	0	0.0	0	0.0	34.5	41.0	
Unknown	0	0.0	0	0.0	0.0	0.0	
Total	0	0.0	0	0.0	100.0	100.0	
Total Home Mortgage Loans							
Low	0	0.0	0	0.0	9.0	5.2	
Moderate	0	0.0	0	0.0	20.9	15.1	
Middle	0	0.0	0	0.0	26.7	25.2	
Upper	2	100.0	165	100.0	34.7	43.3	
Unknown	0	0.0	0	0.0	8.7	11.2	
Total	2	100.0	165	100.0	100.0	100.0	

Note: Percentages may not add to 100.0 percent due to rounding.

Small Business and Small Farm Lending

Table 21 Small Business Loan Distribution September 1, 2011 – August 31, 2012 By Revenue and Loan Size (000s)							
Category	Bank Loans				Businesses By Annual Revenues		
	#	%	\$	%	#	%	
By Revenue							
\$1 Million or Less	2	100.0	42	100.0	549	91.7	
Over \$1 Million	0	0.0	0	0.0	20	3.3	
Not Known	0	0.0	0	0.0	30	5.0	
Total	2	100.0	42	100.0	599	100.0	
By Loan Size							
\$100,000 or less	2	100.0	42	100.0			
\$100,000 - \$250,000	0	0.0	0	0.0			
\$250,000 - \$1 million	0	0.0	0	0.0			
Total	2	100.0	42	100.0			
By Loan Size and Revenue \$1 Million or Less							
\$100,000 or less	2	100.0	42	100.0			
\$100,000 - \$250,000	0	0.0	0	0.0			
\$250,000 - \$1 million	0	0.0	0	0.0			
Total	2	100.0	42	100.0			
<i>Note: Percentages may not add to 100.0 percent due to rounding.</i>							

Table 22						
Small Farm Loan Distribution						
September 1, 2011 – August 31, 2012						
By Revenue and Loan Size						
(000s)						
Category	Bank Loans				Farms By Annual Revenues	
	#	%	\$	%	#	%
By Revenue						
\$1 Million or Less	2	100.0	15	100.0	183	100.0
Over \$1 Million	0	0.0	0	0.0	0	0.0
Not Known	0	0.0	0	0.0	0	0.0
Total	2	100.0	15	100.0	183	100.0
By Loan Size						
\$100,000 or less	2	100.0	15	100.0		
\$100,000 - \$250,000	0	0.0	0	0.0		
\$250,000 - \$500,000	0	0.0	0	0.0		
Total	2	100.0	15	100.0		
By Loan Size and Revenue \$1 Million or Less						
\$100,000 or less	2	100.0	15	100.0		
\$100,000 - \$250,000	0	0.0	0	0.0		
\$250,000 - \$500,000	0	0.0	0	0.0		
Total	2	100.0	15	100.0		

Note: Percentages may not add to 100.0 percent due to rounding.

APPENDIX A – Scope of Examination

SCOPE OF EXAMINATION			
TIME PERIOD REVIEWED		HMDA-reportable lending scope period is January 1, 2010 to December 31, 2011. Small Business/ Small Farm Loans scope period is September 1, 2011 to August 31, 2012.	
FINANCIAL INSTITUTION			PRODUCTS REVIEWED
Bank of Rantoul			Home mortgage (HMDA-reportable) and small business/small farm loans.
AFFILIATE(S)	AFFILIATE RELATIONSHIP		PRODUCTS REVIEWED
None	None		None
LIST OF ASSESSMENT AREAS AND TYPE OF EXAMINATION			
ASSESSMENT AREA	TYPE OF EXAMINATION	BRANCHES VISITED	OTHER INFORMATION
Champaign-Urbana, IL MSA #16580	Full Review	None	Not Applicable
Danville, IL MSA #19180	Limited Review	111 North Chicago St., Rossville, IL 60963	Not Applicable

APPENDIX B – Glossary

Affiliate: Any company that controls, is controlled by, or is under common control with another company. A company is under common control with another company if the same company directly or indirectly controls both companies. A bank subsidiary is controlled by the bank and is, therefore, an affiliate.

Affordability ratio: To determine housing affordability, the affordability ratio is calculated by dividing median household income by median housing value. This ratio allows the comparison of housing affordability across assessment areas and/or communities. An area with a high ratio generally has more affordable housing than an area with a low ratio.

Aggregate lending: The number of loans originated and purchased by all lenders subject to reporting requirements as a percentage of the aggregate number of loans originated and purchased by all lenders in the MSA/assessment area.

Census tract: Small subdivisions of metropolitan and other densely populated counties. Census tract boundaries do not cross county lines; however, they may cross the boundaries of metropolitan statistical areas. They usually have between 2,500 and 8,000 persons, and their physical size varies widely depending upon population density. Census tracts are designed to be homogeneous with respect to population characteristics, economic status, and living conditions to allow for statistical comparisons.

Consumer loan: A loan 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 of loans: motor vehicle, credit card, home equity, other secured loan, and other unsecured loan.

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, which 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.

Fair market rent: Fair market rents (FMRs) are gross rent estimates. They include the shelter rent plus the cost of all tenant-paid utilities, except telephones, cable or satellite television service, and internet service. HUD sets FMRs to assure that a sufficient supply of rental housing is available to their program participants. To accomplish this objective, FMRs must be both high enough to

permit a selection of units and neighborhoods and low enough to serve as many low-income families as possible. The level at which FMRs are set is expressed as a percentile point within the rent distribution of standard-quality rental housing units. The current definition used is the 40th percentile rent, the dollar amount below which 40 percent of the standard-quality rental housing units are rented. The 40th percentile rent is drawn from the distribution of rents of all units occupied by recent movers (renter households who moved to their present residence within the past 15 months). HUD is required to ensure that FMRs exclude non-market rental housing in their computation. Therefore, HUD excludes all units falling below a specified rent level determined from public housing rents in HUD's program databases as likely to be either assisted housing or otherwise at a below-market rent, and units less than two years old.

Census tract: A census tract or a block numbering area delineated by the U.S. Bureau of the Census in the most recent decennial census.

Home mortgage loans: Include home purchase and home improvement loans as defined in the HMDA regulation. This definition also includes multifamily (five or more families) dwelling loans, loans for the purchase of manufactured homes and refinancing 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 consist of only one person, median household income is usually less than median family income.

HUD Metro Fair Market Rent Area (HFMR): Is a geographic area developed by the Department of Housing and Urban Development (HUD) that often is comparable to the Office of Management and Budget (OMB) metropolitan areas. HFMR is the level of census tract that is used for all HUD Fair Market Rent (FMR) and Median Family Income (MFI) Data. A HFMR represents the area in which rental housing is in direct competition and may not always correspond to metropolitan divisions. Non-metropolitan area data is released for individual counties.

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 census tract.

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 lenders in the MSA/assessment area.

Median Income: The median income determined by the U.S. Census Bureau every ten years and

used to determine the income level category of census tracts. Also, the median income determined by the Department of Housing and Urban Development (HUD) annually that is used to determine the income level category of individuals. For any given area, the median is the point at which half of the families have income above it and half below it.

Metropolitan Area: A metropolitan statistical area (**MSA**) or a metropolitan division (**MD**) as defined by the Office of Management and Budget. A MSA is a core area containing at least one urbanized area of 50,000 or more inhabitants, together with adjacent communities having a high degree of economic and social integration with that core. A MD is a division of a MSA based on specific criteria including commuting patterns. Only a MSA that has a population of at least 2.5 million may be divided into MDs. A metropolitan statistical area that crosses into two or more bordering states is called a multistate metropolitan statistical area (**MMSA**). Performance within each MMSA is analyzed separately as a full-scope review and receives its own ratings under the Lending, Investment and Service Tests provided the financial institution has its main office, branch, or deposit-taking ATM located in each applicable state making up the MMSA.

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 percent and less than 120 percent in the case of a census tract.

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 percent and less than 80 percent in the case of a census tract.

Multifamily: Refers to a residential structure that contains five or more units.

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.

Small loans to business: 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 loans to farms: 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 thousand 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 more than 120 percent of the area median income, or a median family income that is more than 120 percent in the case of a census tract.