CAPITAL PURCHASE PROGRAM (CPP) LENDING REPORT

Name of institution: Highlands Independent Bancshares, Inc. (Highlands Independent Bank)
Person to be contacted about this report: Shannon Sapp
Submission date: 4/9/09

RSSD (for Bank Holding Companies): 2638014
Holding Company Docket Number (for Thrift Holding Companies):
FDIC Certificate Number (for depository institutions): 26428

LENDING ACTIVITY (Thousands $)	2009 FEB	2009 MAR	Key	Comments
1. Loan Balances				
a. Average Consumer Loans	$81,351	$81,265		**Data provided is Month to Date Average, not Year to Date Average. Nonaccrual loans are included.**
b. Average Commercial Loans	$143,247	$141,782		**Data provided is Month to Date Average, not Year to Date Average. Nonaccrual loans are included.**
c. Total Loans (sum of lines a and b)	$224,598	$223,047		**Data provided is Month to Date Average, not Year to Date Average. Nonaccrual loans are included.**

2. General Market Commentary (optional)