



May 2016

RE: Update of CFG in the financial markets

The economy is regaining its strength, albeit slowly. We remain patient in the expectation that interest rates will increase and the unemployment rate will decrease over time. In the meantime, you can feel secure about our company's sound financial position.

First and foremost, our company remains in a very sound financial position. Our surplus position is secure and our balance sheet is as strong as ever.

I am confident that, due to our prudent investment philosophies and comprehensive strategic plan, CFG will remain the strong financial institution you can trust.

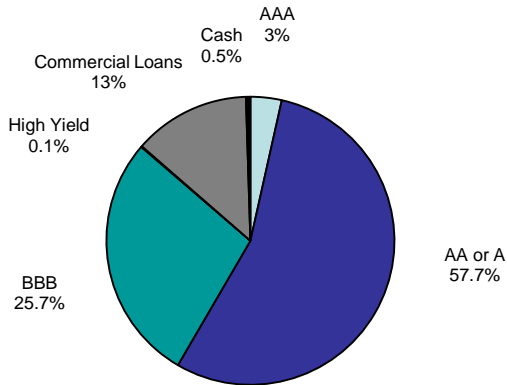
Following are some highlights of our investment portfolio as of December 31, 2015, which emphasize the high quality and diversified nature of the portfolio.

Sincerely,

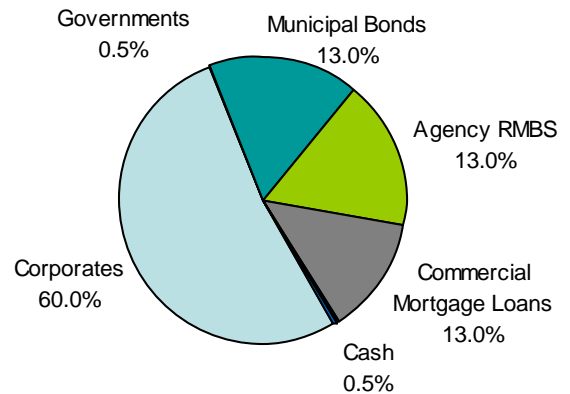
Thomas E. Rattmann, Chairman and Chief Executive Officer

Columbian Financial Group Investment Holdings December 31, 2015

Asset Quality



Sector Diversification



Portfolio Highlights

- 99.9% of investment portfolio is rated investment grade
- Residential Mortgage Backed Securities (RMBS):
 - U.S. Government Agency collateralized – 99.8% (AA+)
 - 99.8% A or better
 - Minimal investment in Sub-Prime Mortgage Securities
- 100% of all Municipal bonds are rated investment grade:
 - AA average rating
- All Commercial Loans are performing; no delinquencies, foreclosures, or REO
- Cash is made up of MMFs, US Treasury Bills, and Agency Discount Notes
 - All money market fund assets invested in US Government securities