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Board of Governors of the Federal Reserve System



Annual Report of Bank Holding Companies—FR Y-6

Report at the close of business as of the end of fiscal year

This Report is required by law: Section 5(c)(1)(A) of the Bank Holding Company Act (12 U.S.C. § 1844 (c)(1)(A)); Section 8(a) of the International Banking Act (12 U.S.C. § 3106(a)); Sections 11 (a)(1), 25 and 25A of the Federal Reserve Act (12 U.S.C. §§ 248(a)(1), 602, and 611a); Section 211.13(c) of Regulation K (12 C.F.R. § 211.13(c)); and Section 225.5(b) of Regulation Y (12 C.F.R. § 225.5(b)). Return to the appropriate Federal Reserve Bank the original and the number of copies specified.

This report form is to be filed by all top-tier bank holding companies organized under U.S. law, and by any foreign banking organization that does not meet the requirements of and is not treated as a qualifying foreign banking organization under section 211.23 of Regulation K (12 C.F.R. § 211.23). The Federal Reserve may not conduct or sponsor, and an organization (or a person) is not required to respond to, an information collection unless it displays a currently valid OMB control number.

NOTE: The *Annual Report of Bank Holding Companies* must be signed by one director of the top-tier bank holding company. This individual should also be a senior official of the top-tier bank holding company. In the event that the top-tier bank holding company does not have an individual who is a senior official and is also a director, the chairman of the board must sign the report.

Date of Report (top-tier bank holding company's fiscal year-end):
December 31, 2011
 Month / Day / Year

I, Kirk A. Pellerin
 Name of the Bank Holding Company Director and Official
President & CEO
 Title of the Bank Holding Company Director and Official

Reporter's Name, Street, and Mailing Address
Vernon Bancshares, Inc
 Legal Title of Bank Holding Company
P O Box 1271
 (Mailing Address of the Bank Holding Company) Street / P.O. Box
Leesville LA 71496
 City State Zip Code
400 North Sixth Street
 Physical location (if different from mailing address)

attest that the *Annual Report of Bank Holding Companies* (including the supporting attachments) for this report date have been prepared in conformance with the instructions issued by the Federal Reserve System and are true and correct to the best of my knowledge and belief.

Person to whom questions about this report should be directed:
Gabriella Diehl Treasurer
 Name Title
337-239-3865
 Area Code / Phone Number / Extension
337-238-0869
 Area Code / FAX Number
gdiehl@thevernonbank.com
 E-mail Address
N/A
 Address (URL) for the Bank Holding Company's web page

With respect to information regarding individuals contained in this report, the Reporter certifies that it has the authority to provide this information to the Federal Reserve. The Reporter also certifies that it has the authority, on behalf of each individual, to consent or object to public release of information regarding that individual. The Federal Reserve may assume, in the absence of a request for confidential treatment submitted in accordance with the Board's "Rules Regarding Availability of Information," 12 C.F.R. Part 261, that the Reporter *and* individual consent to public release of all details in the report concerning that individual.

Kirk A. Pellerin
 Signature of Bank Holding Company Director and Official
01/20/2012
 Date of Signature

For bank holding companies not registered with the SEC—
 Indicate status of Annual Report to Shareholders:
 is included with the FR Y-6 report
 will be sent under separate cover
 is not prepared

For Federal Reserve Bank Use Only
 RSSD ID 1138094
 C.I. _____

Does the reporter request confidential treatment for any portion of this submission?
 Yes Please identify the report items to which this request applies:
 In accordance with the instructions on pages GEN-2 and 3, a letter justifying the request is being provided.
 The information for which confidential treatment is sought is being submitted separately labeled "Confidential."
 No

For Use By Tiered Bank Holding Companies

Top-tiered bank holding companies must list the names, mailing address, and physical locations of each of their subsidiary bank holding companies below.

N/A

Legal Title of Subsidiary Bank Holding Company		
(Mailing Address of the Subsidiary Bank Holding Company) Street / P.O. Box		
City	State	Zip Code
Physical location (if different from mailing address)		

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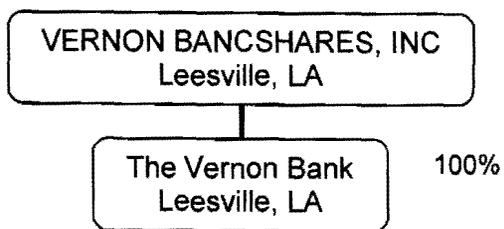
Form FR Y-6

Vernon Bancshares, Inc
Leesville, LA
Fiscal Year Ending December 31, 2011

Report Item

1: **Annual Report To Shareholders**
Not Applicable

2a: **Organization Chart**



2b: **Domestic Branch Listing**
Submitted via email on 1/19/2012

Results: A list of branches for your BHC: **VERNON BANCSHARES, INC. (1138094) of LEESVILLE, LA.**

The data are as of **06/30/2012**. Data reflects information that was received and processed through 07/05/2012.

Reconciliation and Verification Steps

1. In the **Data Action** column of each branch row, enter one or more of the actions specified below.
2. If required, enter the date in the **Effective Date** column.

Actions

OK: If the branch information is correct, enter 'OK' in the **Data Action** column.

Change: If the branch information is incorrect or incomplete, revise the data, enter 'Change' in the **Data Action** column and the date when this information first became valid in the **Effective Date** column.

Close: If a branch listed was sold or closed, enter 'Close' in the **Data Action** column and the sale or closure date in the **Effective Date** column.

Delete: If a branch listed was never owned by this depository institution, enter 'Delete' in the **Data Action** column.

Add: If a reportable branch is missing, insert a row, add the branch data, and enter 'Add' in the **Data Action** column and the opening or acquisition date in the **Effective Date** column.

If printing this list, you may need to adjust your page setup in MS Excel. Try using landscape orientation, page scaling, and/or legal sized paper.

Submission Procedure

When you are finished, send a saved copy to your FRB contact. See the detailed instructions on this site for more information.

If you are e-mailing this to your FRB contact, put your institution name, city and state in the subject line of the e-mail.

Note:

To satisfy the **FR Y-10 reporting requirements**, you must also submit FR Y-10 Domestic Branch Schedules for each branch with a **Data Action** of **Change, Close, Delete, or Add**.

The FR Y-10 report may be submitted in a hardcopy format or via the FR Y-10 Online application - <https://y10online.federalreserve.gov>.

* FDIC UNINUM, Office Number, and ID_RSSD columns are for reference only. Verification of these values is not required.

Data Action	Effective Date	Branch Service Type	Branch ID_RSSD*	Popular Name	Street Address	City	State	Zip Code	County	Country	FDIC UNINUM*	Office Number*	Head Office	Head Office ID_RSSD*	Comments
		Full Service (Head Office)	258632	VERNON BANK, THE	400 NORTH SIXTH STREET	LEESVILLE	LA	71446	VERNON	UNITED STATES	6741	0	VERNON BANK, THE	258632	
		Full Service	3992245	NEW LLANO BRANCH	3002 COLONY BLVD	NEW LLANO	LA	71461	VERNON	UNITED STATES	506054	4	VERNON BANK, THE	258632	

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Vernon Bancshares, Inc
 Leesville, LA
 Fiscal Year Ending December 31, 2011

Report Item 3: **Securities holders**

(1)(a)(b)(c) and (2)(a)(b)(c)

Current securities holders with ownership, control or holdings of 5% or more with power to vote as of fiscal year ending 12-31-2011.			Securities holders not listed in 3(1)(a) through 3(1)(c) that had ownership, control or holdings of 5% or more with power to vote during the fiscal year ending 12-31-2011.		
(1)(a) Name, City, State, Country	(1)(b) Country of Citizenship or Incorporation	(1)(c) Number and Percentage of Each Class of Voting Securities	(2)(a) Name City, State, Country	(2)(b) Country of Citizenship or Incorporation	(2)(c) Number and Percentage of Each Class of Voting Securities
Rand S. Alford Leesville, LA, USA	USA	7,000 - 6% Common Stock	Not Applicable	Not Applicable	Not Applicable
Dr. George D. Brandon Leesville, LA, USA	USA	12,966 - 11% Common Stock			
Carney Jean Midkiff Leesville, LA, USA	USA	13,964 - 12% Common Stock			
Malcolm D. Morris Leesville, LA, USA	USA	8,195 - 7% Common Stock			
Dr. Billie S. McRae Leesville, LA, USA	USA	17,638 - 15% Common Stock			
Brian C. McRae Shreveport, LA, USA	USA	17,787 - 15% Common Stock			
Martha S. Rankin Leesville, LA, USA	USA	6,960 - 6% Common Stock			
Joseph E. Williams Leesville, LA, USA	USA	13,000 - 11% Common Stock			

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Vernon Bancshares, Inc
Leesville, LA
Fiscal Year Ending December 31, 2011

Report Item 4: Insiders

(1), (2), (3)(a)(b)(c) and (4)(a)(b)(c)

(1) Name, City, State, Country	(2) Principal Occupation if other than with Bank Holding Company	(3)(a) Title & Position with Bank Holding Company	(3)(b) Title & Position with Subsidiaries (include names of subsidiaries)	(3)(c) Title & Position with Other Businesses (include names of other businesses)	(4)(a) Percentage of Voting Shares in Bank Holding Company	(4)(b) Percentage of Voting Shares in Subsidiaries (include names	(4)(c) List names of other companies (includes partnerships) if 25% or more of voting securities are held (List names of companies and percentage of voting securities held)
Rand S. Alford Leesville, LA, USA	Automobile Dealer	N/A	Director (The Vernon Bank)	Vice President/Alford Motors, Inc Manager/All Hours Fitness	6%	None	Alford Motors, Inc (15%)
Dr. George D. Brandon Leesville, LA, USA	Doctor of Veterinary Medicine	Director	Director (The Vernon Bank)	Owner/ Brandon Veterinary Clinic	11%	None	Brandon Veterinary Clinic (100%)
Carney Jean Midkiff Leesville, LA, USA	Self Employed - Rental Property	Director	Director (The Vernon Bank)	Manager/ Midkiff Properties, LLC	12%	None	Midkiff Properties, LLC (100%)
Malcolm D. Morris Leesville, LA, USA	Insurance Agent/ Realtor	Director	Director (The Vernon Bank)	President/Morris Insurance Agency, Inc Partner/Morris Real Estate President/Forest Lawn Memorial Cemetery, Inc Manager/Morris of Leesville, LLC Manager/OSCWIN, Inc	7%	None	Morris Ins, Inc (100%) Morris Team Realty, LLC (100%) Forest Lawn, Inc (100%) Morris of Leesville, LLC (100%) OSCWIN, Inc (100%)
Dr. Billie S. McRae Leesville, LA, USA	Retired	Director/Chairman of the Board	Director/Chairman of the Board (The Vernon Bank)	N/A	15%	None	None
Brian C. McRae Shreveport, LA, USA	Attorney	Director	Director (The Vernon Bank)	N/A	15%	None	None
Kirk A. Pellerin	Bank President	Director/President/CEO	Director/President/	N/A	1%	None	N/A

(1) Name, City, State, Country	(2) Principal Occupation if other than with Bank Holding Company	(3)(a) Title & Position with Bank Holding Company	(3)(b) Title & Position with Subsidiaries (include names of subsidiaries)	(3)(c) Title & Position with Other Businesses (include names of other businesses)	(4)(a) Percentage of Voting Shares in Bank Holding Company	(4)(b) Percentage of Voting Shares in Subsidiaries (include names	(4)(c) List names of other companies (includes partnerships) if 25% or more of voting securities are held (List names of companies and percentage of voting securities held)
DeRidder, LA, USA			CEO (The Vernon Bank)				
Martha S. Rankin Leesville, LA, USA	Retired	Director	Director (The Vernon Bank) (The Vernon Bank)	Manager/MSR of Vernon, LLC	6%	None	MSR of Vernon, LLC (53.6%)
Mark Thompson Zachary, LA, USA	Banker	Director/Vice Chairman	Director/Vice Chairman (The Vernon Bank)	N/A	None	None	N/A
Joseph E. Williams Leesville, LA, USA	Contractor	Director	Director (The Vernon Bank)	President/Apeck Construction Co., Inc Manager/Apeck Aggregate Supply, LLC President/Williams Management & Consulting, Inc Manager/Williams Equipment, LLC Partner/JMS Transportation Partnership Manager/MTW Ranch, LLC	11%	None	Apeck Construction Co., Inc (35%) Apeck Aggregate Supply, LLC (35%) Williams Management & Consulting, Inc (50%) Williams Equipment, LLC (35%) JMS Transportation Partnership (33 1/3%)
R. Arlene Terrell Leesville, LA, USA	Corporate Secretary/ Banker	Secretary of the Board	Executive Vice President/Secretary of the Board (The Vernon Bank)	N/A	None	None	N/A
Gabriella T. Diehl Leesville, LA, USA	Banker	Treasurer	Vice President/ Cashier/Internal Auditor (The Vernon Bank)	N/A	None	None	N/A
Alana K. Stephens Leesville, LA, USA	Banker	Internal Auditor	Vice President (The Vernon Bank)	N/A	None	None	N/A