



Annual Report of Bank Holding Companies—FR Y-6

3114748

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, Dwight B. Grizzell

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

Mountain National Bancshares, Inc.

Legal Title of Bank Holding Company

PO Box 6519

(Mailing Address of the Bank Holding Company) Street / P.O. Box

Sevierville TN 37864

City State Zip Code

300 East Main St., Sevierville, TN 37862

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.

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.

Person to whom questions about this report should be directed:

Richard A. Hubbs SVP/CFO

Name Title

865-908-1650

Area Code / Phone Number / Extension

865-774-7309

Area Code / FAX Number

rhubbs@bankmnb.com

E-mail Address

N/A

Address (URL) for the Bank Holding Company's web page

Signature of Bank Holding Company Director and Official

03/30/2012

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 _____

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.

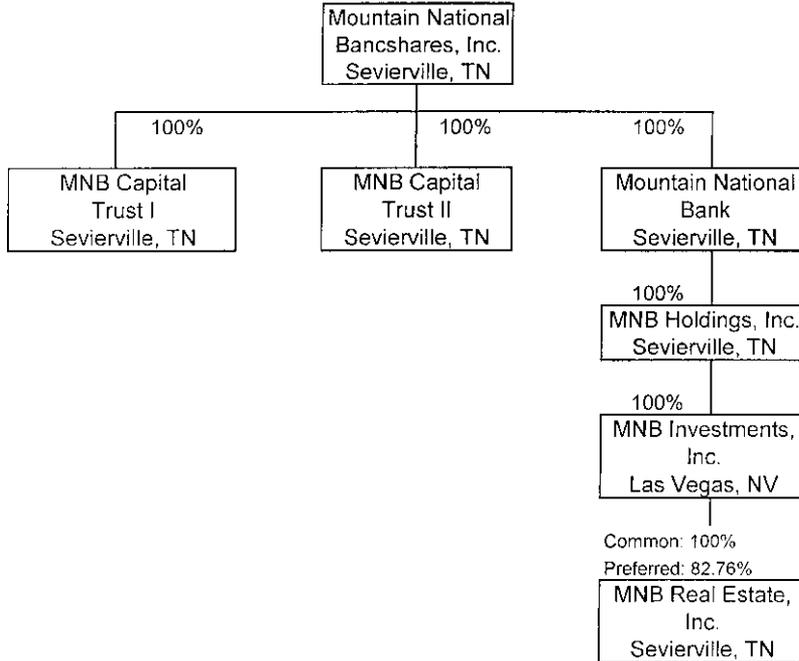
The information for which confidential treatment is sought is being submitted separately labeled "Confidential."

No

Form FR Y-6
Mountain National Bancshares, Inc.
 Sevierville, Tennessee
 Fiscal Year Ended December 31, 2011

Report Item:

2a: Organization Chart



3: Shareholders

(1) Current Shareholders with ownership, control or holdings of 5% or more with power to vote as of 12/31/2011

(a) Name & Address (City, State, Country)	(b) Country of Citizenship	(c) Shares Owned	(c) Exercisable Options and Warrants	(c) Percentage of Voting Shares in Bank Holding Company
James E. Bookstaff Pigeon Forge, TN	United States	151,262	0	5.75%
Blake Bookstaff TN	United States	153,614	0	5.84%

(2) None

Item 2b: Domestic Branch Listing

A list of branches for your depository institution: MOUNTAIN NATIONAL BANK (ID: RSSD: 2747420).
 This depository institution is held by MOUNTAIN NATIONAL BANKSHARES, INC. (3114748) of SEVIERVILLE, TN.
 The data are as of 12/31/2011

Data Action	Effective Date	Branch Service Type	Branch ID: RSSD*	Popular Name	Street Address	City	State	Zip Code	Country	Country	FDIC UNINUM*	Office Number*	Head Office ID: RSSD*	Comments
OK		Full Service (Head Office)	2747420	MOUNTAIN NATIONAL BANK	300 E. MAIN STREET	SEVIERVILLE	TN	37862	SEVIER	UNITED STATES	61636	0	MOUNTAIN NATIONAL BANK	2747420
OK		Full Service	2817565	DOWNTOWN BRANCH	745 PARKWAY	GATLINBURG	TN	37728	SEVIER	UNITED STATES	290808	2	MOUNTAIN NATIONAL BANK	2747420
OK		Full Service	2813651	GATLINBURG BRANCH	960 EAST PARKWAY	GATLINBURG	TN	37738	SEVIER	UNITED STATES	290807	1	MOUNTAIN NATIONAL BANK	2747420
OK		Full Service	3761861	JUSTICE CENTER BRANCH	1002 EAST LAMAR ALEXANDER PARKWAY	MARYVILLE	TN	37804	BLOUNT	UNITED STATES	478342	10	MOUNTAIN NATIONAL BANK	2747420
OK		Full Service	3888405	MARYVILLE REGIONAL OFFICE	1820 WEST BROADWAY AVENUE	MARYVILLE	TN	37801	BLOUNT	UNITED STATES	492917	12	MOUNTAIN NATIONAL BANK	2747420
OK		Full Service	3648195	WEST MARYVILLE BRANCH	2403 US HIGHWAY 431	MARYVILLE	TN	37801	BLOUNT	UNITED STATES	478343	11	MOUNTAIN NATIONAL BANK	2747420
OK		Full Service	2859529	PIGEON FORGE BRANCH	3104 TEASTER LANE	PIGEON FORGE	TN	37863	SEVIER	UNITED STATES	290809	3	MOUNTAIN NATIONAL BANK	2747420
OK		Full Service	3388183	WEARS VALLEY BRANCH	242 WEARS VALLEY ROAD	PIGEON FORGE	TN	37863	SEVIER	UNITED STATES	445928	7	MOUNTAIN NATIONAL BANK	2747420
OK		Full Service	3696673	COLLIER DRIVE BRANCH	470 COLLIER DRIVE	SEVIERVILLE	TN	37862	SEVIER	UNITED STATES	473103	9	MOUNTAIN NATIONAL BANK	2747420
OK		Full Service	3200959	KODAK BRANCH	2140 WINFIELD DUNN PARKWAY	SEVIERVILLE	TN	37876	SEVIER	UNITED STATES	419311	5	MOUNTAIN NATIONAL BANK	2747420
OK		Full Service	3944347	NEWPORT HIGHWAY BRANCH	305 NEW RIVERSIDE DRIVE	SEVIERVILLE	TN	37862	SEVIER	UNITED STATES	492918	33	MOUNTAIN NATIONAL BANK	2747420
OK		Full Service	3134942	CHAPMAN HIGHWAY BRANCH	10641 CHAPMAN HIGHWAY	SEYMOUR	TN	37865	SEVIER	UNITED STATES	420257	6	MOUNTAIN NATIONAL BANK	2747420

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Report Item 4: Directors and Officers

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

(1) Names & Address (City, State, Country)	(2) Principal Occupation if other than with Bank Holding Company	(3)(a) Title & Position with Bank Holding Co	(3)(b) Title & Position with Subsidiaries	(3)(c) Title & Position with Other Businesses	(4)(a) Percentage of Voting Shares In Bank Holding Company	(4)(b) Percentage of Voting Shares in Subsidiaries (include names of subsidiaries)	(4)(c) List names of other companies (includes partnerships if 25% or more are held (Name and percentage of voting securities)
				MNB = Mountain National Bank			
John Parker Kodak, TN	Owner-retail store, land development, rentals	Director	Director (MNB)	President: Riverside Antique & Collectors Mall; Parker Developments. Managing Partner: Beavercreek Gen Partnership	4.13%	None	Riverside Antique & Collectors Mall 100%; Parker Developments 100%; Beavercreek Gen Partnership 66 2/3% Park 33 1/3%
Gary Helton Sevierville, TN	Volunteer Chevrolet	Director	Director (MNB)	Sec/Treas: Volunteer Ent, Inc; Partner: Hickory Hill Partnership; Partner: HEBO, LLC; Partner: River Vista, LLC	3.58%	None	Volunteer Ent, Inc 50% HEBO, LLC 37.5% Hickory Hill Partnership 33.3% River Vista LLC 25%
Charlie Johnson Sevierville, TN	Attorney	Director and Chairman	Director (MNB)	President-Johnson, Murrell & Assoc, PC; VP: Oak Haven Resorts; Sevier Title, Inc; President Main StTitle	1.47%	None	Johnson, Brooks, Murrell & Chase Assoc PC 100% Oak Haven Resort Inc 33 1/3%; Sevier Title Inc 33 1/3%; Main St Title 51% J-Five Family, LLC 30 1/2%
Sam Large Gatlinburg, TN	Promoter - Art & Craft Shows	Director	Director (MNB)	Partner: Gatlinburg Craftmen's Fair, SLL, Inc.	2.54%	None	Gatlinburg Craftmen's Fair 50%; SLL, Inc 50%
Ruth Reams Pigeon Forge, TN	Retired	Director	Director (MNB)	None	1.45%	None	None
Jeff Monson Sevierville, TN	Commercial Property Development & Mgmt	Director	Director (MNB)	Managing Partner - GCS Partnership; Investment Manager -	2.65%	None	GCS Partnership 33 1/3%; Belle Meadows Homes 100%

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				MNB = Mountain National Bank			
				Patriot Investments			
Linda Ogle Pigeon Forge, TN	Motel Owner/Operator	Director	Director (MNB)	President: Riverside Motor Lodge, Inc; Riverside Towers	3.45%	None	Riverside Motor Lodge 100% Riverside Towers 49%
Mike Ownby Sevierville, TN	Insurance Agency	Director	Director (MNB)	President: Ownby Ins Svc, Inc. Partner: Sevier Medical Properties Partnership. Chief Mgr: MSP Ent, LLC	1.15%	None	Ownby Ins Svc, Inc 46%; Sevier Medical Properties Partnership 16 2/3%; MSP Enterprises, LLC 33 1/3%
Dwight Grizzell Sevierville, TN	N/A	Director and President/CEO	Business Development Officer	Partner-Grizzell-Grandey Partnership	2.71%	None	Grizzell-Grandey Partnership 25%