



<b>B #:</b>	1287-14
<b>Date:</b>	07/14/2014
<b>To:</b>	All Clients
<b>Category:</b>	Dividends
<b>From:</b>	Supervisor, Stock Dividend Department
<b>Attention:</b>	Dividend Managers, Cashiers, and Reorganization Managers
<b>Subject:</b>	<b>Rights Offering:</b> Highlands Bankshares, Inc. <b>CUSIP #:</b> 430893107 <b>Rights Contra CUSIP:</b> 430893990 <b>Record Date:</b> 04/15/14 <b>Expires:</b> 08/04/2014 at 5:00 P.M. Eastern time subject to extension or early termination <b>Rate:</b> One Right for each share held.

\*\*\*\*\*WARNING TIME CRITICAL\*\*\*\*\*

Highlands Bankshares, Inc. is issuing non-transferable Rights to holders as of close of business 04/15/2014 (Record Date). Each holder is entitled to one subscription Right for every one share held on the record date.

The Rights Offering expires on 08/04/2014 at 5:00 P.M., Eastern time subject to extension or early termination.

**Clients are advised that shareholders in California are not eligible to participate in this Rights Offering.**

DTC allocated Rights 07/14/2014.

**THE DIVIDEND POSITION AND ALLOCATION HISTORY (DPAL) OPTION, ACCESSED VIA THE PTS DIVIDEND ANNOUNCEMENTS INQUIRY FUNCTION (DIVA), SHOULD BE USED TO CONFIRM YOUR RECORD DATE POSITION HISTORY.**

**IT IS IMPORTANT THAT CLIENTS REFER TO THE DTC REORGANIZATION INQUIRY FOR CLIENTS (RIPS), FUNCTION CODE 59, FOR INFORMATION REGARDING THE SUBSCRIPTION PRIVILEGE AND ANY EXTENSIONS TO THE EXPIRATION DATE.**

If Clients have any questions regarding this Important Notice, they may contact DTC’s Customer Help Center at (888) 382-2721.

DTCC is now offering enhanced access to all important notices via a new, Web-based subscription service. The new notification system leverages RSS Newsfeeds, providing significant benefits including real-time updates and customizable delivery. To learn more and to set up your own DTCC RSS alerts, visit [http://www.dtcc.com/subscription\\_form.php](http://www.dtcc.com/subscription_form.php).

To remove your name from the former system of email notifications, send a message to [unsubscribe@dtcc.com](mailto:unsubscribe@dtcc.com).

**B#: 1287-14**

For questions regarding this Rights Offering, please contact Registrar and Transfer Company, at (800) 368-5948.

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