FRB RICHMOND
Annual Report of 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)) and section 10(c)(2)(H) of the Home Owners’ Loan Act. Return to the appropriate Federal Reserve Bank the original and the number of copies specified.

NOTE: The Annual Report of Holding Companies must be signed by one director of the top-tier holding company. This individual should also be a senior official of the top-tier holding company. In the event that the top-tier 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.

I., Michael Sanchez
Name of the Holding Company Director and Official
President/CEO
Title of the Holding Company Director and Official

attest that the Annual Report of Holding Companies (including the supporting attachments) for this report date has 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.

Signature of Holding Company Director and Official

Date of Signature

Date of Report (top-tier holding company’s fiscal year-end):
December 31, 2014

Month / Day / Year

NA

Reporter’s Legal Entity Identifier (LEI) (20-Character LEI Code)

Reporter’s Name, Street, and Mailing Address
Coastal Banking Company

Legal Title of Holding Company
1981 S 14th Street

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

City
Florida

State
32034

Zip Code

Physical Location (if different from mailing address)
36 Sea Island Parkway

Person to whom questions about this report should be directed:
Paul Garrigues

EVP/CFO

Name

Title

904-491-9833

Area Code / Phone Number / Extension

904-321-5887

Area Code / FAX Number

pgarrigues@cbcnationalbank.com

E-mail Address

www.coastalbanking.com

Address (URL) for the Holding Company’s web page

Does the reporter request confidential treatment for any portion of this submission?

☐ Yes

☐ No

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.”

For 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

R USS ID 2855905

C.I.

Public recording burden for this information collection is estimated to vary from 1.3 to 101 hours per response, with an average of 5.26 hours per response, including time to gather and maintain data in the required form and to review instructions and complete the information collection. Send comments regarding this burden estimate or any other aspect of this collection of information, including suggestions for reducing this burden to: Secretary, Board of Governors of the Federal Reserve System, 20th and C Streets, NW, Washington, DC 20551, and to the Office of Management and Budget, Paperwork Reduction Project (7100-0227), Washington, DC 20503.

10/2014
Form FRY-6

Coastal Banking Company, Inc.
Beaufort, South Carolina
Fiscal Year Ending December 31, 2014

Report Item

1: Three copies of the annual report to shareholders will be forwarded to you separately upon completion.

2a: Organization Chart

Coastal Banking Company, Inc.
Beaufort, SC
Incorporated in South Carolina

1. & 2. Owns all common securities of the Trust
3. Owns 100% of bank

1. Coastal Banking Company
   Trust I
   Beaufort, SC
   Est. in South Carolina

2. Coastal Banking Company
   Trust II
   Beaufort, SC
   Est. in South Carolina

3. CBC National Bank
   Fernandina Beach, FL


3: There were no shareholders with ownership, control or holding of 5% or more with power to vote as of fiscal year ending 12/31/2014:

(2)(a) None
<table>
<thead>
<tr>
<th>Names &amp; Address</th>
<th>Principal Occupation</th>
<th>Title &amp; Position with Holding Company</th>
<th>Title &amp; Position with Subsidiaries</th>
<th>Percentage of Voting Shares in Holding Company (includes options vested but not exercised)</th>
<th>Percentage of Voting Shares in Subsidiaries</th>
</tr>
</thead>
<tbody>
<tr>
<td>Christina H. Bryan</td>
<td>Petroleum Distribution Consulting</td>
<td>Director</td>
<td>Owner &amp; Director Hall Investments</td>
<td>1.67%</td>
<td>none</td>
</tr>
<tr>
<td>Fernandina Beach, FL USA</td>
<td></td>
<td>CBC National Bank</td>
<td></td>
<td>Hall Investments 33.33%</td>
<td>Hall Investments 33.33%</td>
</tr>
<tr>
<td>Suellen Rodeffer Garner</td>
<td>Orthodontist</td>
<td>Chairman</td>
<td>Director Rodeffer, Garner &amp; Minor Orthodontics, L.C.</td>
<td>2.63%</td>
<td>none</td>
</tr>
<tr>
<td>Fernandina Beach, FL USA</td>
<td></td>
<td>CBC National Bank</td>
<td>Director Garner Partners, Inc.</td>
<td>Garner Partners, Inc. 50%</td>
<td>Garner Partners, Inc. 50%</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>Director Rodeffer &amp; Garner Orthodontics, P.A.</td>
<td>Rodeffer &amp; Garner Orthodontics, P.A. 50%</td>
<td>Rodeffer &amp; Garner Orthodontics, P.A. 50%</td>
</tr>
<tr>
<td>Mark B. Heles</td>
<td>Real Estate &amp; Human Resources</td>
<td>Director</td>
<td>President H &amp; H Quality Properties, LLC</td>
<td>1.39%</td>
<td>none</td>
</tr>
<tr>
<td>Beaufort, SC USA</td>
<td></td>
<td>CBC National Bank</td>
<td>President Affordable Home Rentals, Inc.</td>
<td>H &amp; H Quality Properties, LLC, 50.5%</td>
<td>Affordable Home Rentals, Inc., 100%</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>President Sea Island Rentals, Inc.</td>
<td>Sea Island Rentals, Inc. , 51%</td>
<td>Sea Island Rentals, Inc. , 51%</td>
</tr>
<tr>
<td>Names &amp; Address</td>
<td>(City, State, Country)</td>
<td>(2) Principal Occupation if other than with Holding Company</td>
<td>(3)(a) Title &amp; Position with Holding Company</td>
<td>(3)(b) Title &amp; Position with Subsidiaries</td>
<td>(3)(c) Title &amp; Position with Other Businesses</td>
</tr>
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</tr>
<tr>
<td>James W. Holden, Jr., DVM</td>
<td>Beaufort, SC USA</td>
<td>Veterinarian</td>
<td>Director &amp; Secretary</td>
<td>Director CBC National Bank</td>
<td>Owner &amp; Director Veterinary Wellness Care, LLC</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Retired Attorney</td>
<td>Director &amp; Vice-Chairman</td>
<td>Director CBC National Bank</td>
<td>None</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Consultant</td>
<td>Director</td>
<td>Director CBC National Bank</td>
<td>Managing Partner Shenandoah Group, LLP</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Manufacturing</td>
<td>Director</td>
<td>Director CBC National Bank</td>
<td>President Athena Corporation</td>
</tr>
<tr>
<td></td>
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<td></td>
<td>Treasurer Village Renaissance, Inc.</td>
</tr>
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<td></td>
<td>Managing Member Pinkerton Management Group</td>
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<td></td>
<td></td>
<td></td>
<td>Managing Partner Pinkerton Investments</td>
</tr>
<tr>
<td></td>
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<td></td>
<td></td>
<td></td>
<td>Trustee Pinkerton Irrevocable Family Trust</td>
</tr>
</tbody>
</table>
Report Item 4: Insiders
(1), (2), (3)(a)(b)(c), and (4)(c)(b)(c)

| Names & Address (City, State, Country) | (2) Principal Occupation if other than with Holding Company | (3)(a) Title & Position with Holding Company | (3)(b) Title & Position with Subsidiaries | (3)(c) Title & Position with Other Businesses | (4)(a) Percentage of Voting Shares in Holding Company (includes options vested but not exercised) | (4)(b) Percentage of Voting Shares in Subsidiaries | (4)(c) List names of other companies if 25% or more of voting securities are held |
|---------------------------------------|---------------------------------------------------------------|---------------------------------------------|------------------------------------------|-----------------------------------------------|---------------------------------------------------------------|---------------------------------------------------------------|
| Michael G. Sanchez                    | N/A                                                           | Director and President/CEO CBC National Bank | None                                     | 2.10%                                         | none                                                          | none                                                          |
| Fernandina Beach, FL USA              |                                                               |                                             |                                          |                                               |                                                               |                                                               |
| Edward E. Wilson                      | Insurance Agent                                               | Director CBC National Bank                  | Owner & President Morrow Insurance Group, Inc. of Fernandina Beach | 1.91%                                         | none                                                          | Morrow Insurance Group, Inc. of Fernandina Beach 100%          |
| Fernandina Beach, FL USA              |                                                               |                                             | Owner Morrow Insurance Group, Inc.       |                                               |                                                               | Morrow Insurance Group, Inc. 100%                              |
|                                       |                                                               |                                             | President Primeco Insurance Agency, Inc. |                                               |                                                               | Primeco Insurance Agency, Inc. 50%                             |
|                                       |                                                               |                                             | President Amelia HR Solutions            |                                               |                                                               | Amelia HR Solutions 100%                                      |
| Marshall E. Wood                      | Attorney                                                      | Director CBC National Bank                  | Managing General Partner Santa Maria Partnership | 1.45%                                         | none                                                          | Santa Maria Partnership 30%                                    |
| Fernandina Beach, FL USA              |                                                               |                                             |                                          |                                               |                                                               |                                                               |
| Paul R. Garrigues                     | N/A                                                           | CFO                                         | None                                     | 0.94%                                         | none                                                          | none                                                          |
| Fernandina Beach, FL USA              |                                                               |                                             |                                          |                                               |                                                               |                                                               |
Results: A list of branches for your depository institution: CBC NATIONAL BANK (ID_RSSD: 2855914).

This depository institution is held by COASTAL BANKING COMPANY, INC. (2855905) of BEAUFORT, SC.
The data are as of 12/31/2014. Data reflects information that was received and processed through 03/07/2015.

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://yl0online.federalreserve.gov.

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

<table>
<thead>
<tr>
<th>Data Action</th>
<th>Effective Date</th>
<th>Branch Service Type</th>
<th>Branch ID_RSSD</th>
<th>Popular Name</th>
<th>Street Address</th>
<th>City</th>
<th>State</th>
<th>Zip Code</th>
<th>County</th>
<th>Country</th>
<th>FDIC UNNUM</th>
<th>Office Number</th>
<th>Head Office</th>
<th>Head Office ID_RSSD</th>
<th>Comments</th>
</tr>
</thead>
<tbody>
<tr>
<td>OK</td>
<td></td>
<td>Full Service (Head Office)</td>
<td>2855914</td>
<td>CBC NATIONAL BANK</td>
<td>1891 SOUTH 14TH STREET</td>
<td>FERMINIA BEACH</td>
<td>FL</td>
<td>32034</td>
<td>NASSAU</td>
<td>UNITED STATES</td>
<td>77699</td>
<td>0</td>
<td>CBC NATIONAL BANK</td>
<td>2855914</td>
<td></td>
</tr>
<tr>
<td>OK</td>
<td></td>
<td>Full Service</td>
<td>3810059</td>
<td>LADY'S ISLAND BRANCH</td>
<td>26 SEA ISLAND PARKWAY</td>
<td>LADYS ISLAND</td>
<td>SC</td>
<td>29907</td>
<td>BEAUFORT</td>
<td>UNITED STATES</td>
<td>481045</td>
<td>0</td>
<td>CBC NATIONAL BANK</td>
<td>2855914</td>
<td></td>
</tr>
<tr>
<td>OK</td>
<td></td>
<td>Full Service</td>
<td>5559229</td>
<td>PORT ROYAL BRANCH</td>
<td>1700 RIBAUT ROAD</td>
<td>PORT ROYAL</td>
<td>SC</td>
<td>29935</td>
<td>BEAUFORT</td>
<td>UNITED STATES</td>
<td>462451</td>
<td>0</td>
<td>CBC NATIONAL BANK</td>
<td>2855914</td>
<td></td>
</tr>
</tbody>
</table>