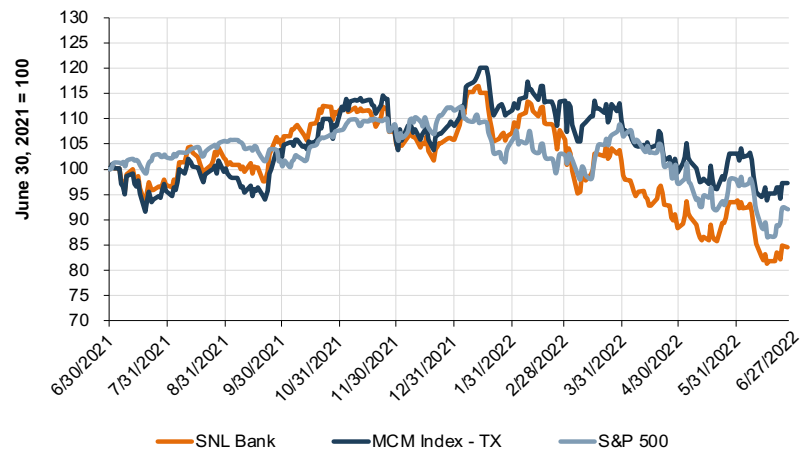


TEXAS BANK Snapshot

June 2022

PUBLIC MARKET INDICATORS

Mercer Capital's Texas Bank Group Index Overview



Valuation Multiples as of May 31, 2022

	Texas Bank Index	Community Bank Index
Price/LTM EPS	12.4x	9.6x
Price/22 EPS	12.3x	8.9x
Price / Book Value	124%	118%
Price / Tangible Book Value	171%	126%
Dividend Yield	2.2%	2.7%

Mercer Capital's Texas Bank Peer Reports

Updated monthly, this report offers a closer look at the market pricing and performance of publicly traded banks in Texas.

[Click to view the report.](#)

Contact Information

Mercer Capital helps banks, thrifts, and credit unions with corporate valuation requirements, transactional advisory services, financial reporting, stress testing, and strategic decisions. Learn more: <http://mer.cr/dep-inst>



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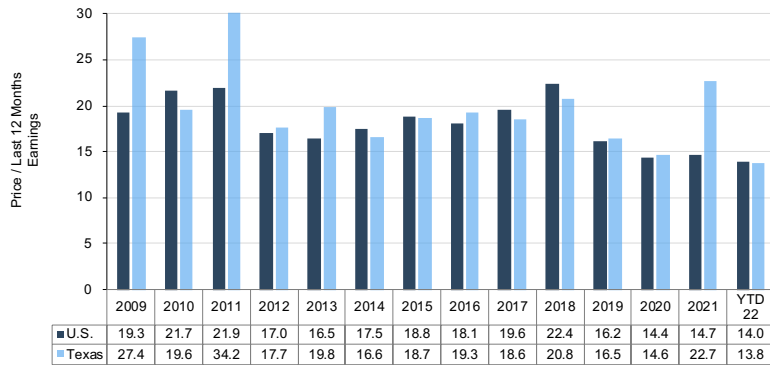
M&A MARKET INDICATORS

Texas Community Bank Transactions Announced in Last Six Months

Announce Date	Buyer	Seller	Target's City (TX)	Target Assets (\$000s)	Deal Value	Price / Earnings	Price / Tangible BV	Tang. Premium / Core Deposits
Jun 7, 2022	American Bank Holding Corp.	TexStar National Bank	Universal City	457,542	NA	NA	NA	NA
Feb 24, 2022	Origin Bancorp Inc.	BT Holdings Inc.	Quitman	1,988,688	313.5	13.8	155.4	8.0
Dec 15, 2021	Home Bancorp Inc.	Friendswood Capital Corp.	Houston	445,247	66.6	29.0	147.3	7.8

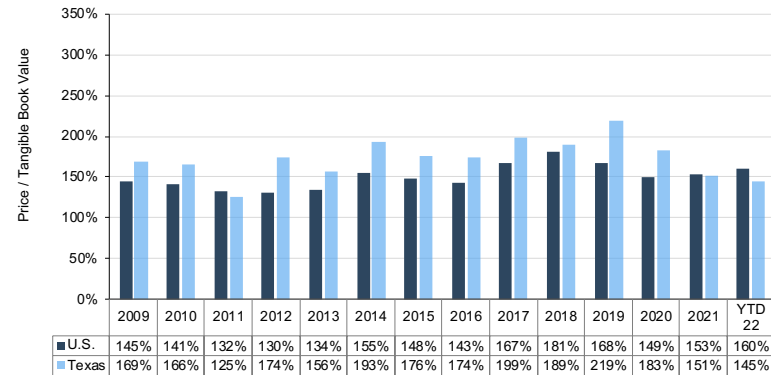
Median Price/Earnings Multiples

Target Banks' Assets <\$5B and LTM ROE >5%



Median Price / Tangible Book Value Multiples

Target Banks' Assets <\$5B and LTM ROE >5%



BANK WATCH NEWSLETTER | JUNE 2022

Bond Pain and Perspective on Bank Valuations

For fixed income investors who were around, 1994 is known as the Great Bond Massacre. Rates rose globally, including by about 300bps in the U.S. Among the casualties were Orange County, California and Mexico. The bear market caused mayhem partly because of increased leverage used to finance the “carry trade.” Banks managed through that bear market with some scrapes but no major casualties. So far, the same can be said about banks and the fixed income bear market of 2022, even though the magnitude of price reductions is more significant than in 1994.

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