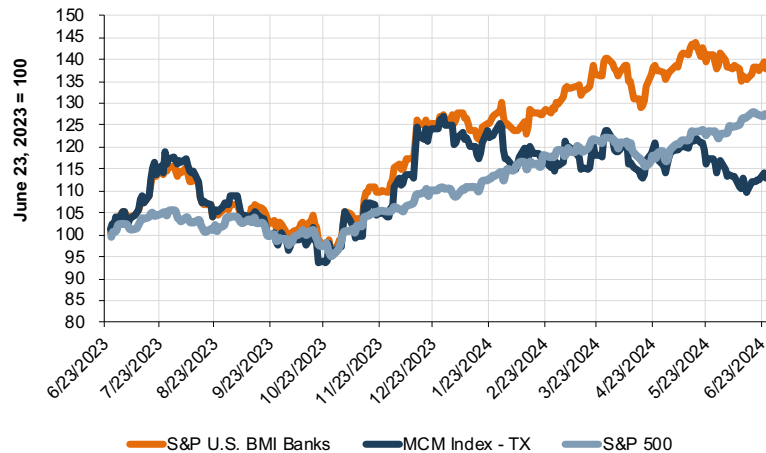


# TEXAS BANK Snapshot

June 2024

## PUBLIC MARKET INDICATORS

### Mercer Capital's Texas Bank Group Index Overview



### 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.

### Valuation Multiples as of June 25, 2024

	Texas Bank Index	Community Bank Index
Price/LTM EPS	11.7x	9.4x
Price/25 EPS	10.6x	8.7x
Price / Book Value	98%	83%
Price / Tangible Book Value	126%	100%
Dividend Yield	3.3%	4.0%

### 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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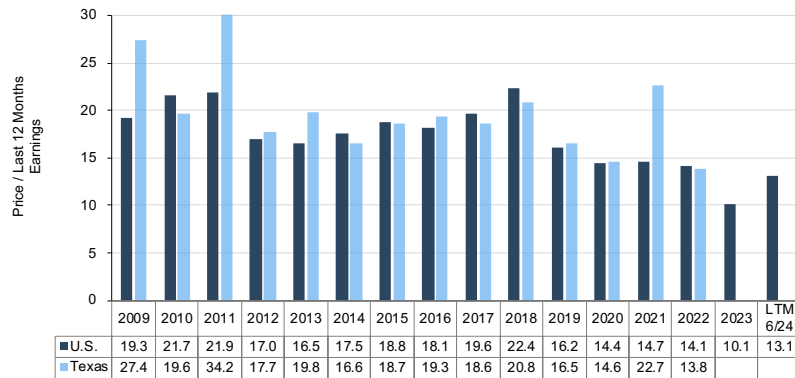
# M&A MARKET INDICATORS

## 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
Jan 25, 2024	Panhandle Bancshares Inc.	Spearman Bancshares, Inc.	Spearman	271,976	NA	NA	NA	NA
Mar 17, 2024	Safehands Capital Holdings, In	Quanah Financial Corp.	Quanah	96,781	NA	NA	NA	NA
Apr 25, 2024	Bus. First Bancshares Inc.	Oakwood Bancshares Inc.	Dallas	842,634	876	19.8	121.2	3.1

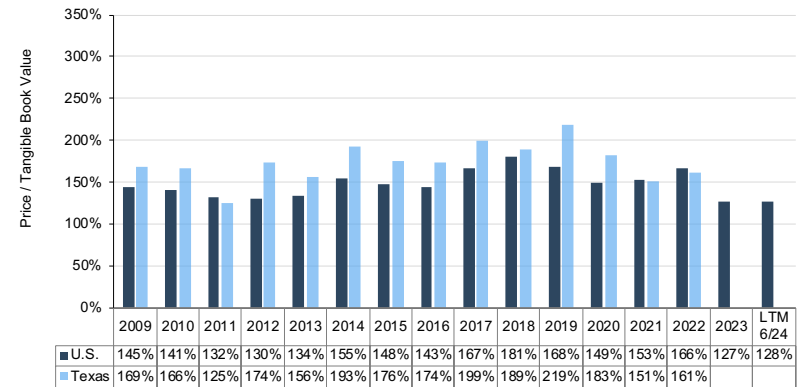
## Median Price/Earnings Multiples

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



## Median Price / Tangible Book Value Multiples

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



## March 2000 vs. June 2004: How Different Is It?

The popping of the NASDAQ bubble in March 2000 became the catalyst for a shift in capital flows to banks and other value stocks such as REITs, insurance, manufacturers, and retail. Banks rose 44% over the balance of 2000 and 66% between March 10 and year-end 2002. In contrast, the NASDAQ and S&P 500 fell 74% and 37%, respectively, as CSCO posted a massive loss in 2001, and many dotcom companies would fail. The setup for the market today is similar to early 2000. Tech has been on a tear while bank stocks and other value stocks have languished. Bank stocks could be poised to enter a bull market as occurred in 2000, though there are also meaningful differences to consider with the prior era.

Mercer Capital

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