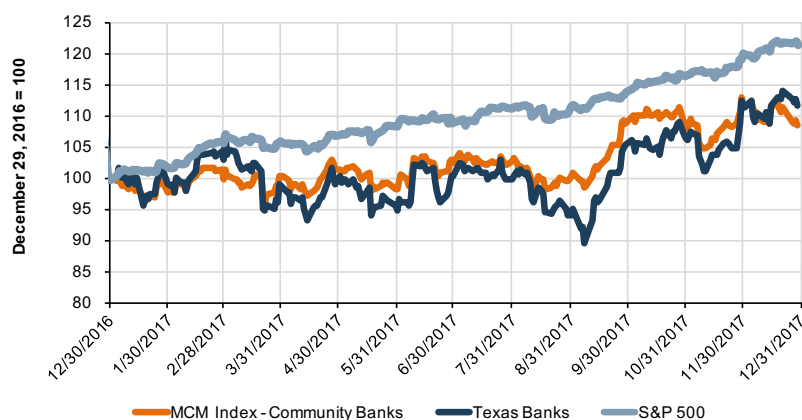


TEXAS BANK

Snapshot

PUBLIC MARKET INDICATORS

Mercer Capital's Texas Bank Group Index Overview



Mercer Capital's Texas Bank Peer Reports

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

Valuation Multiples as of December 29, 2017

	Texas Bank Index	National Bank Index
Price / LTM EPS	19.6x	18.3x
Price / 17 EPS	19.3x	18.5x
Price / 18 EPS	14.6x	14.4x
Price / Book Value	169%	148%
Price / Tangible Book Value	215%	163%
Dividend Yield	1.7%	1.7%

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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>

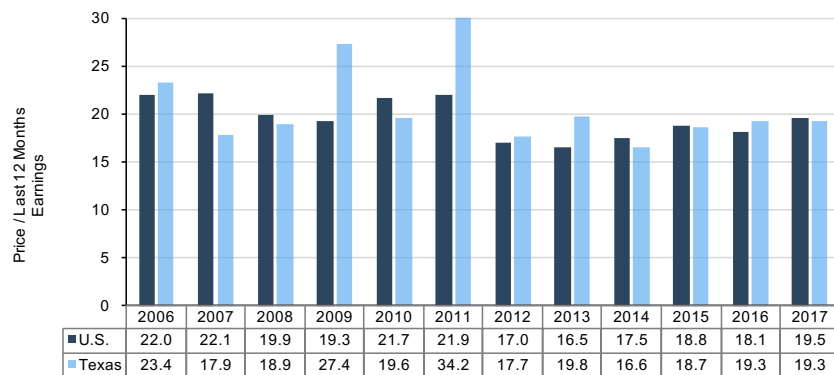
M&A MARKET INDICATORS

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 2, 2017	Noble Bancorporation Inc.	Falcon Bancorp. Inc.	Memphis	65,451	NA	NA	NA	NA
Jun 12, 2017	Southside Bancshares Inc.	Diboll State Bancshares Inc.	Diboll	1,010,726	224.2	18.6	241.2	15.8
Jul 3, 2017	D2 Alliances LLC	Grandview Bancshares Inc.	Grandview	181,409	NA	NA	NA	NA
Aug 1, 2017	Veritex Holdings Inc.	Liberty Bancshares Inc.	Fort Worth	459,263	63.6	20.0	194.2	11.7
Sep 22, 2017	Henderson Citizens Bcshs Inc.	Union State Bancshares Inc.	Florence	470,827	NA	NA	NA	NA
Oct 12, 2017	First Financial Bankshares	Commercial Bancshares Inc.	Kingwood	351,470	59.3	14.6	198.7	10.6
Nov 28, 2017	Independent Bk Group Inc.	Integrity Bancshares Inc.	Houston	804,901	164.3	22.9	202.5	14.6
Dec 12, 2017	Heartland Financial USA Inc.	First Bank Lubbock Bcshs Inc.	Lubbock	929,158	185.6	15.1	239.6	17.9

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%

