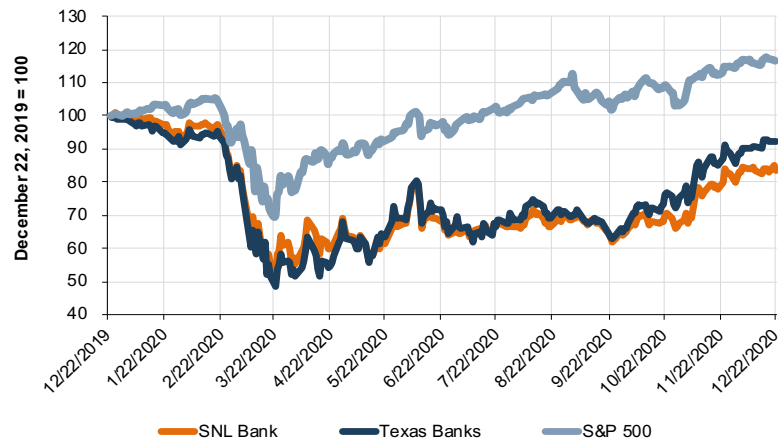


# TEXAS BANK Snapshot

December 2020

## PUBLIC MARKET INDICATORS

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



### Valuation Multiples as of November 30, 2020

	Texas Bank Index	Community Bank Index
Price/LTM EPS	13.6x	10.9x
Price/21 EPS	12.3x	11.2x
Price / Book Value	96%	91%
Price / Tangible Book Value	127%	103%
Dividend Yield	2.5%	3.1%

### 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>



**Jay D. Wilson, Jr., CFA, ASA, CBA**  
469.778.5860  
wilsonj@mercercapital.com

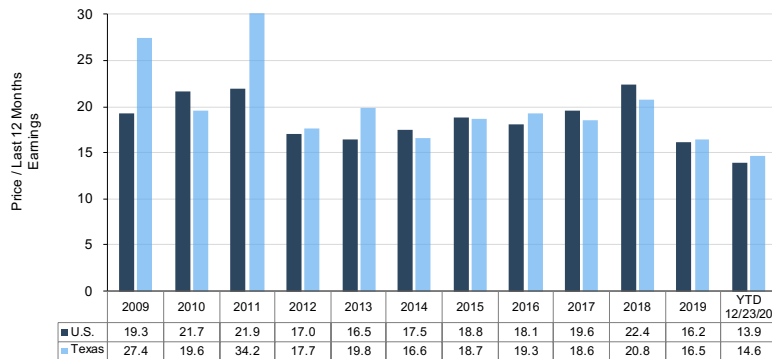
# M&A MARKET INDICATORS

## 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
Dec 18, 2020	VeraBank Inc.	Panola National Bank	Carthage	125,286	NA	NA	NA	NA
Dec 2, 2020	BancorpSouth Bank	National United Bancshares Inc	Gatesville	748,640	114.7	15.8	156.3	6.8
Sep 30, 2020	Sulphur Springs Bcsbs Inc.	Morris County National Bank	Naples	94,494	NA	NA	NA	NA
Sep 12, 2020	Snyder Holding Co.	West Texas State Bank	Snyder	160,712	NA	NA	NA	NA
Aug 26, 2020	Texas Heritage Bancshares Inc	Medina Community Bcsbs Inc	Hondo	242,085	NA	NA	NA	NA

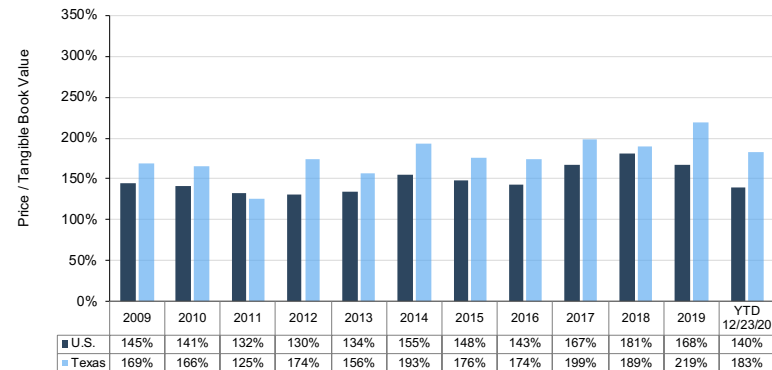
### Median Price/Earnings Multiples

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 | DECEMBER 2020

## 2021 M&A Outlook: Slow Transition to a Potentially Big Year

What a difference a year can make. Bank M&A activity during the past five quarters resembles the public markets in which “normal” activity and pricing observed in 4Q19 collapsed in 2Q20 due to the short but very deep COVID-19 recession. Since then, a partial rebound has occurred that may become pronounced by the second half of 2021.

[READ ARTICLE](#)

Mercer Capital

[www.mercercapital.com](http://www.mercercapital.com)

Source: S&P Global Market Intelligence. Copyright © 2020 Mercer Capital Management, Inc. All rights reserved. It is illegal under Federal law to reproduce this publication or any portion of its contents without the publisher's permission. Media quotations with source attribution are encouraged. Reporters requesting additional information or editorial comment should contact Barbara Walters Price at 901.685.2120. Mercer Capital's newsletter is published monthly and does not constitute legal or financial consulting advice. It is offered as an information service to our clients and friends. Those interested in specific guidance for legal or accounting matters should seek competent professional advice. Inquiries to discuss specific valuation matters are welcomed. To add your name to our mailing list to receive this complimentary publication, visit our web site at [www.mercercapital.com](http://www.mercercapital.com).