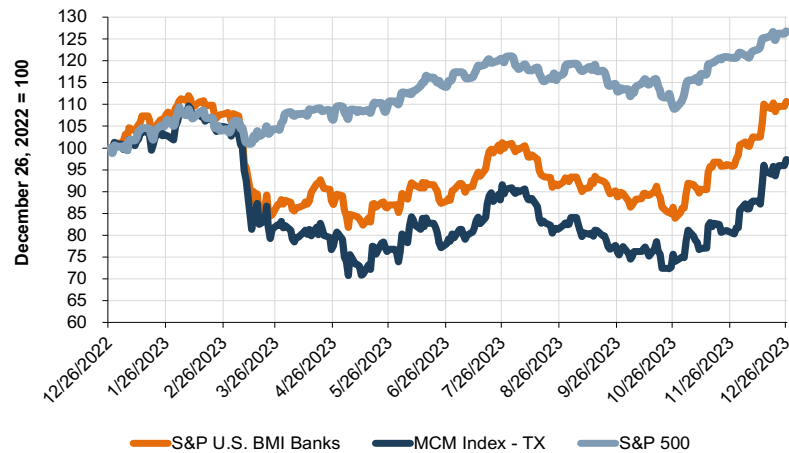


TEXAS BANK Snapshot

December 2023

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 December 26, 2023

	Texas Bank Index	Community Bank Index
Price/LTM EPS	10.5x	9.8x
Price/24 EPS	13.9x	10.9x
Price / Book Value	123%	110%
Price / Tangible Book Value	169%	128%
Dividend Yield	2.6%	3.3%

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>

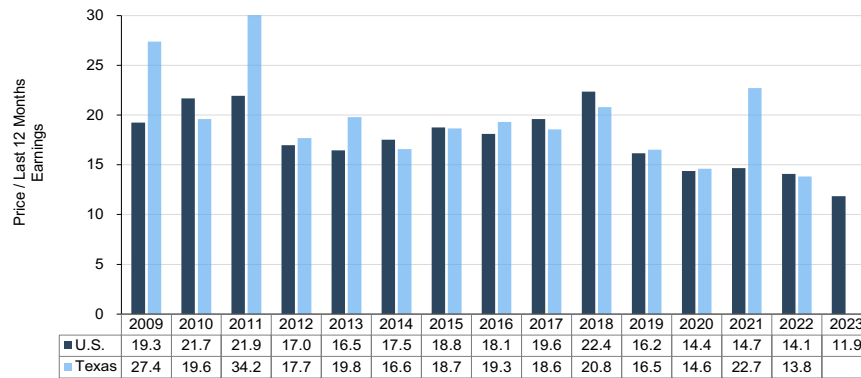


Jay D. Wilson, Jr., CFA, ASA, CBA
469.778.5860
wilsonj@mercercapital.com

M&A MARKET INDICATORS

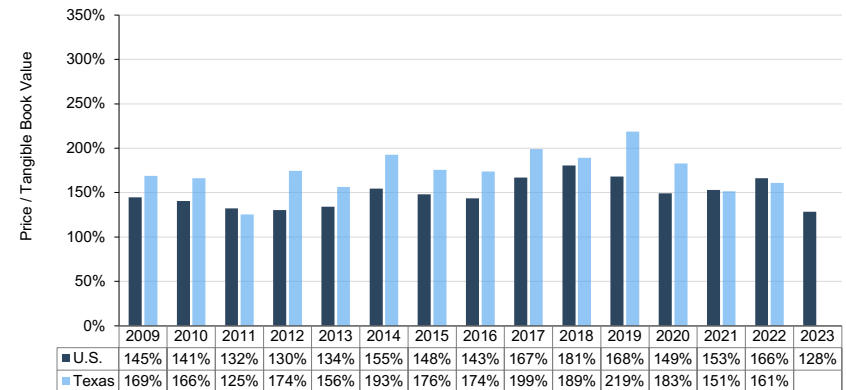
Median Price/Earnings Multiples

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



Median Price / Tangible Book Value Multiples

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



Bank M&A 2023—Subdued But Potentially Explosive

Bank and thrift M&A activity was subdued in 2023, with deal values reaching multi-decade lows. The challenging M&A environment was exemplified by the failed merger between Toronto-Dominion Bank and First Horizon in May, and continuation of the bear market that developed in 2022 for bank stocks and fixed income securities. Despite the overall slump, or perhaps because of it, M&A activity eventually will rebound, potentially explosively if the Fed follows through with rate cuts and the economy avoids a meaningful recession.

[READ ARTICLE](#)

Mercer Capital

www.mercercapital.com

Source: S&P Global Market Intelligence. Copyright © 2023 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.