

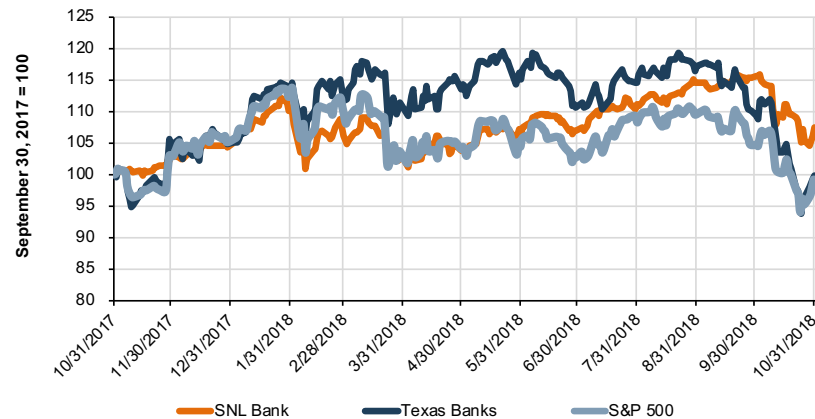
# TEXAS BANK

## Snapshot

November 2018

### PUBLIC MARKET INDICATORS

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



#### Valuation Multiples as of October 31, 2018

	Texas Bank Index	Community Bank Index
Price/LTM EPS	17.6x	16.2x
Price/18 EPS	14.0x	13.2x
Price/19 EPS	11.9x	12.1x
Price / Book Value	147%	137%
Price / Tangible Book Value	181%	160%
Dividend Yield	2.2%	2.1%

#### 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 Us



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



**Rohan Bose**  
214.468.8400  
boser@mercercapital.com

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>

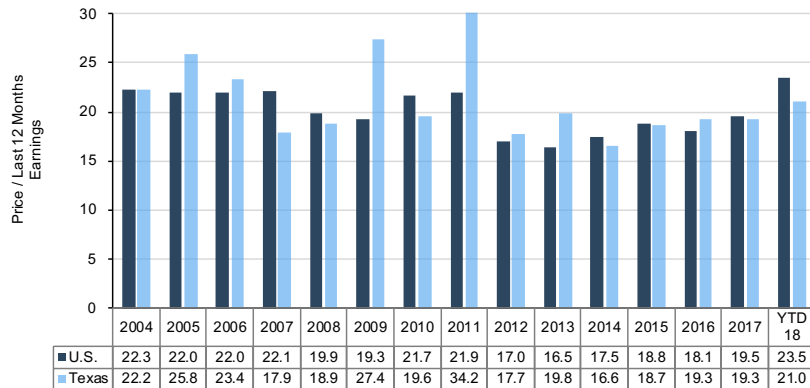
# M&A MARKET INDICATORS

## 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
Oct 4, 2018	Adam Bank Group Inc.	Andrews Holding Co.	Andrews	638,758	NA	NA	NA	NA
Oct 10, 2018	Investar Holding Corp.	Mainland Bank	Texas City	131,333	19.7	15.9	155.4%	6.5
Jul 13, 2018	Keystone Acquisitions Inc.	Ballinger National Bank	Ballinger	42,419	NA	NA	NA	NA
May 17, 2018	Rio Financial Services Inc.	Elsa State B&TC	Elsa	199,102	NA	NA	NA	NA
Jul 19, 2018	Spirit of Texas Bancshares Inc	Comanche National Corp.	Comanche	347,915	55.9	18.8	157.7%	9.1
Jul 31, 2018	Steele Holdings Inc.	Joaquin Bankshares Inc.	Huntington	130,838	NA	NA	NA	NA
Jul 9, 2018	Vantage Bancorp Inc.	Inter National Bank	McAllen	1,378,577	NA	NA	NA	NA
Jul 24, 2018	Veritex Holdings Inc.	Green Bancorp Inc.	Houston	4,391,677	1,000.0	24.2	249.9%	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%

