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## M&A Activity<sup>(2)</sup>

Buyer	Target	Target Region	Announce Date	Primary Currency	Deal Value (\$MM)	P / TBV (x)	P / LTM PE (x)
MainSource Financial Group, Inc.	FCB Bancorp, Inc.	Midwest	12/19/2016	Mixed	57.0	188.89	NA
Wallkill Valley Federal Savings and Loan Association	Hometown Bancorp, Inc. (MHC)	Mid Atlantic	12/16/2016	Cash	7.0	88.68	NM
Dickinson Financial Corporation II	Community Bancshares of Kansas, Inc.	Midwest	12/16/2016	Cash	12.9	240.09	NA
Simmons First National Corporation	Southwest Bancorp, Inc.	Southwest	12/14/2016	Mixed	567.7	211.96	33.4
Veritex Holdings, Inc.	Sovereign Bancshares, Inc.	Southwest	12/14/2016	Mixed	176.0	187.51	NA
First Belleville Bancshares, Inc.	Palco Bankshares, Inc.	Midwest	12/14/2016	Cash	8.0	105.53	NA
Pacific Premier Bancorp, Inc.	Heritage Oaks Bancorp	West	12/13/2016	Mixed	416.4	220.48	26.2
Southern National Bancorp of Virginia, Inc.	Eastern Virginia Bankshares, Inc.	Southeast	12/13/2016	Mixed	180.9	154.63	21.9
NexTier Incorporated	Manor Bank	Mid Atlantic	12/7/2016	Cash	2.3	86.80	NM
CenterState Banks, Inc.	Gateway Financial Holdings of Florida, Inc.	Southeast	11/30/2016	Mixed	142.5	163.57	NA
Texas State Bankshares, Inc.	Blanco National Holdings, Inc.	Southwest	11/29/2016	Mixed	26.4	159.73	NA
ACNB Corporation	New Windsor Bancorp, Inc.	Mid Atlantic	11/22/2016	Mixed	32.8	143.32	21.6
Independent Bank Group, Inc.	Carlisle Bancshares, Inc.	Southwest	11/21/2016	Mixed	434.0	215.10	NA
Home BancShares, Inc.	Bank of Commerce and Certain Assets of Bank of America	Southeast	11/17/2016	Cash	3.6	50.95	NA
First Interstate BancSystem, Inc.	Cascade Bancorp	West	11/17/2016	Mixed	587.5	215.12	23.8
<b>Median</b>					<b>57.0</b>	<b>163.57</b>	<b>23.76</b>

## Capital Offerings<sup>(3)</sup>

Equity Issuer						Debt Issuer					
Equity Issuer	State	Date	Type	IPO	Amt. (\$MMs)	Debt Issuer	State	Date	Type	YTM	Amt. (\$MMs)
Bank of Southern California, National Association	CA	1/4	Common	No	7.0	BB&T Corporation	NC	12/22	Senior Debt	NA	850
Highlands Bancorp, Inc.	NJ	12/22	Common	No	8.5	Sussex Bancorp	NJ	12/22	Sub Debt	NA	15
Broadway Financial Corporation	CA	12/22	Common	No	12	Patriot National Bancorp, Inc.	CT	12/22	Senior Debt	NA	12
Broadway Financial Corporation	CA	12/22	Common	No	13	Flagstar Bancorp, Inc.	MI	12/15	Senior Debt	NA	250
Trinity Capital Corporation	NM	12/19	Common	No	12.6	Old Second Bancorp, Inc.	IL	12/12	Senior Debt	NA	45
Trinity Capital Corporation	NM	12/19	Preferred	No	39.4	Green Bancorp, Inc.	TX	12/8	Sub Debt	NA	35
Suncrust Bank	CA	12/19	Common	No	7.0	Flushing Financial Corporation	NY	12/7	Sub Debt	NA	75
Equity Bancshares, Inc.	KS	12/19	Common	No	35.4	Union Bankshares Corporation	VA	11/30	Sub Debt	NA	150
United Bankshares, Inc.	WV	12/16	Common	No	189.9	HSBC USA Inc.	NY	11/29	Senior Debt	NA	12
Veritex Holdings, Inc.	TX	12/15	Common	No	87.0	SunTrust Banks, Inc.	GA	11/28	Senior Debt	2.7x	1000

## Sector Market Data

Indices	1 Day	5 Day	30 Day	Rate / Yield	Last Week
<b><u>Broad Performance</u></b>				3-Month LIBOR	1.00% +4 bps
DJIA	(0.1%)	0.1%	5.6%	2-Yr US Treasury	1.22% -6 bps
S&P 500	0.0%	(1.0%)	2.4%	5-Yr US Treasury	1.94% -13 bps
NASDAQ	0.1%	(2.7%)	0.3%		
SNL Bank	(1.1%)	13%	19.6%		
<b><u>Regional Performance</u></b>				<b>Recent News</b>	
Mid-Atlantic Banks	(10%)	16%	17.9%	<b>01/4/16:</b> The Mortgage Bankers Association reported that its market composite index surveying weekly mortgage applications decreased 12.0% from two weeks earlier (seasonally adjusted) for the period ended 12/30. This weekly change represented a 48.0% decrease on an unadjusted basis	
Midwest Banks	(0.8%)	12%	18.5%		
New England	(15%)	15%	19.3%		
Southeast Banks	(1.1%)	13%	23.5%		
Southwest Banks	(0.5%)	1.1%	20.7%		
Western Banks	(12%)	15%	19.5%	<b>12/28/16:</b> Securitizations backed by portions of the \$1.28 trillion student debt market could become riskier as more borrowers enroll in income-based repayment programs. As a result, Moody's downgraded student loan securitizations as the failure to repay by its maturity date is growing while borrowers in income-based repayment has increased	
<b><u>Indexed Price / TBV</u></b>				<b>12/27/16:</b> New loss accounting standards will become effective in 2020. The FDIC, OCC and Federal Reserve are bringing their own staffs up to speed on the standards as they are providing guidance to banks. The new rule, current expected credit loss model ("CECL"), comes from FASB and puts the regulators in the same position as banks. The CECL requires examiners to assess whether institutions have made future forecasts that are reasonable and supportable. The examiners will be expected to emphasize management's judgment and assumptions	
Mid-Atlantic Banks	164.3%	160.1%	137.9%		
Midwest Banks	228.3%	223.9%	191.2%		
New England	226.7%	221.6%	192.5%		
Southeast Banks	160.7%	157.6%	130.6%		
Southwest Banks	202.6%	200.9%	169.3%		
Western Banks	196.5%	191.7%	162.7%		
<b><u>Indexed Price / Book</u></b>					
Mid-Atlantic Banks	120.3%	117.2%	100.6%		
Midwest Banks	180.7%	177.1%	154.0%		
New England	144.6%	141.5%	123.9%		
Southeast Banks	114.2%	112.0%	92.7%		
Southwest Banks	162.7%	161.5%	135.4%		
Western Banks	162.6%	158.6%	134.7%		

(1) Data as of 12/30/16 market close. (2) Includes all whole bank deals with total reported considerations over \$1 million. (3) Does not include capital raises by BAC, C, CM (TSX), HSBC, JPM, NA (TSX), RY (TSX) or WFC.  
Note: Values at announcement. Values in \$ millions, except per share amounts.  
Source: SNL Financial