

# Evergreen Bancshares, Inc. - \$20 Million 10NC5 F2F Subordinated Debt

## Recent Community Bank Transaction



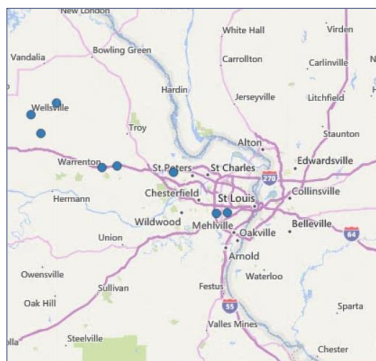
**\$20 Million 10 Year, Non-call 5  
5.25% Subordinated Notes**

BBB+ by Egan-Jones Ratings Company

**BREAN CAPITAL**

Sole Placement Agent

February 10, 2021



### Issuance Rationale

- Proceeds will be used to support growth and for general corporate purposes.
- 10 year, non-call 5 fixed to floating subordinated debt at attractive coupon for both issuer and investors.

### Transaction Highlights

- \$480 million asset bank with eight strategic branch locations in and around the St. Louis MSA with additional expansion opportunities identified.
- Strong organic growth – mid-teens annual average balance sheet growth since YE06 when management took over.
- Excellent historical asset quality metrics - evidence of strong credit underwriting.
- Diversified loan portfolio with healthy yield of 5.1% as of December 31, 2020.

dollars in (000's)

Balance Sheet	2016Y	2017Y	2018Y	2019Y	2020Y
Total Assets	\$202,888	\$261,472	\$311,829	\$388,069	\$482,490
Annd. Asset Growth Rate (%)	21.6	28.9	19.3	24.5	24.3
Total Loans	\$169,299	\$221,222	\$254,388	\$332,466	\$415,928
Annd. Loan Growth Rate (%)	24.8	30.5	15.1	30.7	25.4
Total Deposits	\$169,887	\$219,580	\$256,493	\$298,308	\$371,556
Annd. Deposit Growth Rate (%)	29.6	29.3	16.8	16.3	24.6
Loans/Deposits (%)	100.7	101.7	100.2	112.6	113.3

Profitability	2016Y	2017Y	2018Y	2019Y	2020Y
Net Income	\$1,590	\$1,970	\$2,539	\$3,017	\$3,871
ROAA (%)	0.88	0.88	0.85	0.82	0.86
ROAE (%)	7.9	8.4	8.3	7.8	8.4
Net Interest Margin (%)	3.75	3.76	3.54	3.46	3.54
Yield/ Cost Spread (%)	3.62	3.61	3.26	3.12	3.29
Efficiency Ratio (FTE) (%)	67.3	66.2	70.0	68.6	61.4

### Brean Capital Team

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\* Initial \$16M capital raise closed on October 23, 2020

Source: S&P Global Market Intelligence

**BREAN CAPITAL**

# Capital Markets Footprint

Brean has Raised \$500+ Million for its Community Bank Clients



**\$100 Million 5.50% 10NC5 F2F**

- BBB+ rating from KBRA
- Total Assets: \$7.3B



**\$20 Million 6.25% 10NC5 F2F**

- BBB+ rating HoldCo from EJR
- Total Assets: \$1.2B



**\$12 Million 7.00% 5 Year Bullet**

- BBB+ rating HoldCo from EJR
- Total Assets: \$980M



**\$10 Million 5.75% 5 Year Bullet**

- A- rating HoldCo from EJR
- Total Assets: \$1.1B



**\$50 Million 4.25% 5 Year Bullet**

- A- rating HoldCo from EJR
- Total Assets: \$4.9B



**\$175 Million 4.00% 10NC5 F2F**

- A- rating HoldCo from KBRA
- Total Assets: \$20.2B



**\$10 Million 6.5% 10 Year Bullet**

- A- rating HoldCo from EJR
- Total Assets: \$490M



**\$15 Million 6.375% 10 NC5 FFL**

- Nonrated
- Total Assets: \$1.3B



**\$25 Million 7.00% 5 Year Bullet**

- BBB rating HoldCo from EJR
- Total Assets: \$800M



**\$15 Million 5.50% 10NC5 F2F**

- BBB+ rating from EJR
- Total Assets: \$1.2B



**\$5 Million 5.50% 10NC5 F2F**

- Nonrated
- Total Assets: \$740M



**\$20 Million 6.75% 5 Year Bullet**

- BBB- rating from EJR
- Total Assets: \$1.3B



**\$24 Million 5.25% 10NC5 F2F**

- BBB rating from EJR
- Total Assets: \$650M



**\$15 Million 4.25% 10NC5 F2F**

- BBB+ rating from EJR
- Total Assets: \$525M



**\$10 Million 5.00% 5 Year Bullet**

- Nonrated
- Total Assets: \$420M



**\$20 Million 5.25% 10NC5 F2F**

- BBB+ rating from EJR
- Total Assets: \$480M

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