

# Sub Debt Issuance – First Gothenburg Bancshares, Inc.

October 2019

**First Gothenburg Bancshares, Inc.**

holding company for:



**Subordinated Debt Offering**

\$12.0 Million  
6.125% Fixed-to-Floating  
Notes Due October 2029

**Sole Placement Agent**

**Performance Trust Capital Partners**

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## Transaction Overview

On October 2, 2019, Gothenburg, Nebraska-based First Gothenburg Bancshares, Inc., the holding company for First State Bank, completed the issuance of \$12.0 million in 10-year fixed-to-floating rate subordinated notes. The subordinated debt is structured such that it qualifies as Tier 2 capital at the holding company. The notes will initially bear interest at 6.125% per annum through October 2, 2024, and thereafter pay a quarterly floating rate equal to three-month LIBOR plus 462 basis points.

The Company intends to use the net proceeds for general corporate purposes, including strengthening its capital ratios and improving its capital structure flexibility to support First State Bank's continued growth.

**Performance Trust Capital Partners served as sole placement agent for First Gothenburg Bancshares, Inc. in connection with this issuance of subordinated debt.**

## Bank Financial Highlights (June 30, 2019)

	First State Bank
(\$000s)	
Assets:	\$ 536,456
Loans:	396,748
Deposits:	346,177
Tang. Equity:	57,390
TCE / TA:	10.83%
NPAs (ex. TDR's):	1.84%
LTM Net Income:	\$ 8,078
LTM ROAA:	1.60%
LTM ROAE:	13.26%

Note: Regulatory bank level financials displayed

## Branch Map

