

Sub Debt Issuance – Morris State Bancshares, Inc.

July 2020

Morris State Bancshares, Inc.
holding company for:



Subordinated Debt Offering

\$15.0 Million

5.25% Fixed-to-Floating

Sole Placement Agent

Performance Trust Capital Partners

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Transaction Overview

On July 22, 2020, Dublin, Georgia-based Morris State Bancshares, Inc., the holding company for Morris Bank, completed the issuance of \$15.0 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 10-year notes will initially bear interest at 5.25% per annum through July 22, 2025 and thereafter pay a quarterly floating rate equal to 90-day LIBOR or its replacement benchmark plus 492 basis points. In addition to general corporate purposes, the Company intends to use the net proceeds to support the regulatory capital ratios in the Company's subsidiary.

Performance Trust Capital Partners served as Sole Placement Agent in connection with this issuance of subordinated debt.

Financial Highlights (March 31, 2020)

(\$000s)	MBLU
Assets	\$ 1,022,430
Loans	753,148
Deposits	889,253
Total Equity	114,295
TCE / TA	10.1%
NPAs ⁽¹⁾	1.26%
MRQ Net Income:	\$ 4,038
MRQ ROAA	1.59%
MRQ ROAE	14.31%

Note: GAAP financial data except where noted

(1) NPAs shown excluding restructured loans from bank-level regulatory data

Branch Map

