

Eureka Bancshares, Inc. Completes Capital Offering

December 2020

Eureka Bancshares, Inc.
holding company for:



Subordinated Debt Offering

\$12.0 Million

4.375% Fixed-to-Floating

Sole Placement Agent

Performance Trust Capital Partners

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Transaction Overview

On December 29, 2020, Eureka Springs, Arkansas-based Eureka Bancshares, Inc., the holding company for CS Bank, completed the issuance of \$12 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 **4.375%** per annum through December 29, 2025 and thereafter pay a quarterly floating rate equal to 90-day Average SOFR plus 412 basis points.

In addition to general corporate purposes, the Company intends to use the net proceeds to bolster capital ratios and support growth

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

Financial Highlights (September 30, 2020)

	CS Bank
(\$000s)	
Assets:	\$ 401,638
Loans HFI:	294,574
Deposits:	341,044
Total Equity:	29,499
TCE / TA:	7.34%
NPAs (ex. TDR's):	0.28%
LTM Net Income:	\$ 6,274
LTM Adj. ROAA:	1.39%
LTM Adj. ROAE:	18.14%

Note: Regulatory call report financial data; Profitability metrics are S-Corp adjusted

Branch Map

