

Cornerstone Community Bancorp Completes Capital Offering

November 2020

Cornerstone Community Bancorp

holding company for:



Subordinated Debt Offering

\$12 Million

\$10mm due November 2030

4.75% Fixed-to-Floating

\$2mm due November 2035

4.75% Fixed-to-Floating

Sole Placement Agent

Performance Trust Capital Partners

Transaction Overview

On November 24, 2020, Red Bluff, California-based Cornerstone Community Bancorp, the holding company for Cornerstone Community Bank, completed the issuance of \$10 million in 10-year fixed-to-floating rate subordinated notes and \$2 million in 15-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 4.75% per annum to but excluding November 30, 2025 and thereafter pay a quarterly floating rate equal to 3-month average SOFR plus 452 basis points. The 15-year notes will initially bear interest at 4.75% per annum to but excluding November 30, 2030, and thereafter pay a quarterly floating rate equal to 3-month average SOFR plus 414 basis points.

In addition to general corporate purposes, the Company intends to use the net proceeds to support ongoing growth, regulatory capital ratios in the Company's subsidiary, and potential future strategic opportunities.

Performance Trust Capital Partners served as sole placement agent for Cornerstone Community Bancorp in connection with this issuance of subordinated debt.

Capital Markets

Matt Shields

Managing Director
(312) 521-1638

Investment Banking

Gary L. Svec, CPA

Managing Director
(312) 521-1675

Thomas Cohen

Analyst
(312) 521-1410

Ansley Gould

Analyst
(312) 521-1860

Balance Sheet Strategy

Alex Balc

Principal and Director
(312) 521-1411

Financial Highlights (September 30, 2020)

	Cornerstone Community Bancorp	
(\$000s)		
Assets:	\$	485,285
Loans:		342,416
Deposits:		371,476
Total Equity:		28,896
TCE / TA:		5.95%
NPAs / Assets:		0.00%
LTM Net Income:	\$	3,451
LTM ROAA:		0.94%
LTM ROAE:		12.98%

Note: Consolidated GAAP level data

Branch Map

