

Sub Debt Issuance – Timberline Bancorporation

June 2018

Timberline Bancorporation
holding company for:



Subordinated Debt Offering

\$3.5 Million
6.5% Fixed-to-Floating
Notes Due June 2028

Sole Placement Agent

Performance Trust Capital Partners

For additional information, please contact our deal team for this transaction:

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Transaction Overview

On June 28, 2018, Grand Junction, Colorado-based Timberline Bancorporation, the holding company of Timberline Bank, completed the issuance of \$3.5 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 6.5% per annum through June 28, 2023, and thereafter pay an annual floating rate equal to three-month LIBOR plus 357.4 basis points.

Timberline Bancorporation intends to use the net proceeds for general corporate purposes, including the partial retirement of senior term debt, and to improve its capital structure flexibility to support Timberline Bank's continued growth.

Performance Trust Capital Partners served as sole placement agent for Timberline Bancorporation in connection with this issuance of subordinated debt.

Financial Highlights (March 31, 2018 Bank Level)

(\$000s)	Timberline
Assets:	\$ 254,326
Loans:	203,403
Deposits:	220,980
Tang. Equity:	20,983
TCE / TA:	8.25%
NPAs (ex. TDR's):	0.29%
LTM Pre-tax Net Income:	\$ 2,764
LTM Pre-tax ROAA:	1.14%
LTM Pre-tax ROAE:	13.54%

Note: Pre-tax earnings metrics shown; Timberline Bancorporation completed conversion from S-Corp. to C-Corp. status in Q1 2018.

Branch Map

