

GrandSouth Bancorporation Completes Capital Offering

November 2020

GrandSouth Bancorporation
holding company for:

GrandSouth
BANK.

Subordinated Debt Offering

\$18 Million

4.375% Fixed-to-Floating

Sole Placement Agent

Performance Trust Capital Partners

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Balance Sheet Strategy

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Transaction Overview

On November 13, 2020, Greenville, South Carolina-based GrandSouth Bancorporation, the holding company for GrandSouth Bank, completed the issuance of \$18 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 4.375% per annum to but excluding November 15, 2025 and thereafter pay a quarterly floating rate equal to 90-day average SOFR plus 416 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 GrandSouth Bancorporation in connection with this issuance of subordinated debt.

Financial Highlights (September 30, 2020)

	GrandSouth Bancorporation	
(\$000s)		
Assets:	\$	1,011,773
Loans:		839,561
Deposits:		885,236
Total Equity:		83,093
TCE / TA:		8.02%
NPAs / Assets:		0.41%
LTM Net Income:	\$	7,562
LTM ROAA:		0.80%
LTM ROAE:		9.57%

Note: Consolidated GAAP level data

Branch Map

