

Deal Announcement – Panola National Bank

December 2020

Panola National Bank



is being acquired by



VERABANK

The undersigned served as financial advisor to Panola National Bank for this transaction.

Performance Trust Capital Partners

For additional information, please contact our deal team:

Dan Bass
Managing Director,
Head of SW Region
(713) 239-2185

Thomas Cohen
Analyst
(312) 521-1410

Tyler Kidwell
Analyst
(312) 521-1419

Transaction Overview

On December 18, 2020, VeraBank, in Henderson, Texas, announced that they have entered into an agreement to acquire Panola National Bank, headquartered in Carthage, Texas. Panola National Bank had \$125 million in assets at September 30, 2020. Established in 1983, Panola National Bank operates two offices in eastern Texas. The transaction has been approved by each institution's board of directors and is expected to close at the end of first quarter or beginning of second quarter in 2021, subject to customary regulatory approvals and approval by the shareholders of Panola National Bank. The financial terms of the transaction were not publicly disclosed.

Performance Trust Capital Partners served as exclusive financial advisor and rendered a fairness opinion to Panola National Bank in connection with this transaction.

Financial Highlights (September 30, 2020)

(\$000s)	VeraBank	Panola
Assets:	\$2,888,124	\$125,286
Loans: ⁽¹⁾	1,551,513	50,952
Deposits:	2,541,261	110,358
NPAs / Assets:	0.58%	0.23%
LTM Net Income:	\$29,068	\$814
S-Corp. Adj. LTM ROAA:	1.12%	0.55%
S-Corp. Adj. LTM ROAE:	10.32%	4.67%

⁽¹⁾ Gross Loans & Leases (Incl. HFI & HFS)

Combined Branch Map

