

Sub Debt Issuance – Guaranty Federal Bancshares, Inc.

July 2020

Guaranty Federal Bancshares, Inc.
holding company for:



Subordinated Debt Offering
\$20.0 Million

5.25% Fixed-to-Floating

Sole Placement Agent

Performance Trust Capital Partners

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Transaction Overview

On July 29, 2020, Springfield, Missouri-based Guaranty Federal Bancshares, Inc. (NASDAQ: GFED), the holding company for Guaranty Bank, completed the issuance of \$20 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 5.25% per annum through September 30, 2025 and thereafter pay a quarterly floating rate equal to 90-day Average SOFR plus 519 basis points.

In addition to supplementing capital ratios, the Company intends to use the funds to retire an existing senior-term loan.

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

Financial Highlights (June 30, 2020)

	Guaranty Federal Bancshares, Inc.	
(\$000s)		
Assets:	\$	1,128,461
Net Loans:		781,762
Deposits:		930,956
Total Equity:		85,780
TCE / TA:		7.30%
NPAs / Assets:		1.06%
LTM Net Income:	\$	8,855
LTM ROAA:		0.86%
LTM ROAE:		10.44%

Note: GAAP reported financial data

Branch Map (excludes loan production office)

