

# Sub Debt Issuance – North Shore Financial Corporation

August 2020

**North Shore Financial Corp.**

holding company for:



**Subordinated Debt Offering**

**\$15.0 Million**

**4.75% Fixed-to-Floating**

**Sole Placement Agent**

**Performance Trust Capital Partners**

## Transaction Overview

On August 18, 2020, Duluth, Minnesota-based North Shore Financial Corporation, the holding company for North Shore Bank of Commerce, completed the issuance of \$15 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 **4.75%** per annum through August 18, 2025 and thereafter pay a quarterly floating rate equal to 90-day Average SOFR plus 464 basis points.

In addition to general corporate purposes, the Company intends to use the net proceeds to fund future strategic opportunities.

**Performance Trust Capital Partners served as sole placement agent for North Shore Financial Corporation in connection with this issuance of subordinated debt.**

For more information, please contact:

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## Financial Highlights (June 30, 2020)

	North Shore Bank of Commerce
(\$000s)	
Assets:	\$ 360,051
Loans HFI:	241,758
Deposits:	303,019
Total Equity:	28,774
TCE / TA:	7.99%
NPAs (ex. TDR's):	0.00%
LTM Net Income:	\$ 6,193
Pre-Tax LTM ROAA:	2.11%
Pre-Tax LTM ROAE:	24.19%

Note: Regulatory call report financial data

## Branch Map

