

# Deal Announcement – Sumner Financial Corporation

May 2023

**SUMNER**  
BANK & TRUST

is being acquired by

**ESB**  
EDMONTON STATE BANK

The undersigned served as financial advisor to Sumner Financial Corporation for this transaction.

**Performance Trust Capital Partners**

For additional information, please contact our deal team:

**Will Brackett**  
Managing Director  
(404) 848-0890  
wbrackett@performancetrust.com

**Mark Saunders**  
Managing Director  
(404) 848-2686  
msaunders@performancetrust.com

**Jacob Hanley**  
Associate  
(404) 364-7569  
jhanley@performancetrust.com

**Trevor Croyder**  
Analyst  
(312) 521-1883  
tcroyder@performancetrust.com

**Andrew Sanders**  
Analyst  
(404) 848-2665  
asanders@performancetrust.com

## Transaction Overview

On May 23, 2023, Gallatin, Tennessee-based Sumner Financial Corporation, the parent company of Sumner Bank & Trust, and Edmonton, Kentucky-based Edmonton Bancshares, Inc., the parent company of Edmonton State Bank, announced the signing of a definitive agreement whereby Edmonton Bancshares, Inc. will acquire Sumner Financial Corporation.

Sumner Financial Corporation shareholders will receive \$26.82 per share in all-cash consideration, which represents 171.5% of March 31, 2023 tangible book value and 12.8x LTM earnings. The transaction, which is expected to close in the fourth quarter of 2023, remains subject to approval by Sumner Financial Corporation shareholders and approval by federal and state regulatory authorities as well as the satisfaction of other customary closing conditions.

Upon completion of the transaction, Edmonton Bancshares, Inc. is expected to have approximately \$982 million in assets, \$758 million in loans, and \$833 million in deposits.

*Performance Trust Capital Partners served as exclusive financial advisor and rendered a fairness opinion to Sumner Financial Corporation in connection with this transaction.*

## Financial Highlights (March 31, 2023)

	Sumner Bank & Trust	Edmonton State Bank
Assets:	\$233,793	\$730,234
Loans:	186,294	571,352
Deposits:	210,652	622,819
NPAs / Assets:	0.00%	0.25%
LTM Net Income:	\$3,177	\$14,358
LTM ROAA:	1.40%	1.50% <sup>(1)</sup>
LTM ROAE:	15.26%	12.34% <sup>(1)</sup>

Bank level financial data

<sup>(1)</sup> S-Corp adjusted at assumed 21% tax rate

## Combined Branch Map

