BV Financial, Inc. Completes Capital Offering

October 2020

BV Financial, Inc. holding company for:



Subordinated Debt Offering \$35.0 Million

4.875% Fixed-to-Floating Sole Placement Agent

Performance Trust Capital Partners

Capital Markets

Matt Shields Managing Director (312) 521-1638

Investment Banking

Andy Hitt

Managing Director (704) 228-0560

Dan Eipp

Associate (404) 848-2662

Hunter Jamison

Analyst (312) 521-1140

Balance Sheet Strategy

Umrai S. Gill, CFA Managing Director (312) 521-1440

Transaction Overview

On October 21, 2020, Sparrows Point, Maryland-based BV Financial, Inc., the holding company for BayVanguard Bank, completed the issuance of \$35 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 4.875% per annum through December 30, 2025 and thereafter pay a quarterly floating rate equal to 90-day Average SOFR plus 472 basis points.

The Company intends to use the net proceeds from the private placement primarily to fund its pending acquisition of Delmarva Bancshares, Inc., the parent company of 1880 Bank, Cambridge, Maryland.

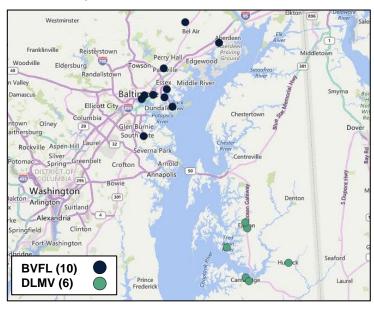
Performance Trust Capital Partners served as sole placement agent for BV Financial, Inc. in connection with this issuance of subordinated debt.

Financial Highlights (June 30, 2020)

(\$000s)	BVFL	DLMV
Assets:	\$421,031	\$401,451
Loans: ⁽¹⁾	352,210	282,828
Deposits:	316,824	338,158
TCE / TA:	15.16% [*]	9.95%
NPAs / Assets:	1.71%*	1.37%*
LTM Net Income:	\$6,137	\$3,079
LTM ROAA:	1.84%	0.81%
LTM ROAE:	9.24%	6.22%

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

Branch Map





^{*} Bank level data