

Deal Announcement – Frontier Community Bank

January 2024



is being acquired by
National Bankshares, Inc.
(NASDAQCM:NKSH)
holding company for:



The undersigned served as financial advisor to
Frontier Community Bank for this transaction.

Performance Trust Capital Partners

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Transaction Overview

On January 24, 2024, Waynesboro, Virginia-based Frontier Community Bank, and Blacksburg, Virginia-based National Bankshares, Inc., the parent company of The National Bank of Blacksburg, announced that they have entered into a definitive merger agreement whereby Frontier Community Bank will merge into The National Bank of Blacksburg. Upon completion of the transaction, the combined company is expected to have total consolidated assets in excess of \$1.7 billion.

The transaction is subject to customary closing conditions, including the approval of Frontier Community Bank's shareholders and the receipt of all required regulatory approvals. The transaction is expected to close in the second quarter of 2024.

Performance Trust Capital Partners served as exclusive financial advisor to Frontier Community Bank in connection with this transaction.

Financial Highlights (September 30, 2023)

	The National Bank of Blacksburg	Frontier Community Bank
(\$000s)		
Assets:	\$1,588,658	\$154,394
Loans:	849,057	129,563
Deposits:	1,469,207	128,499
NPAs / Assets:	0.63%	0.00%
LTM Net Income:	\$19,128	\$570
LTM ROAA:	1.12%	0.37%
LTM ROAE:	16.86%	3.73%

Combined Branch Map

