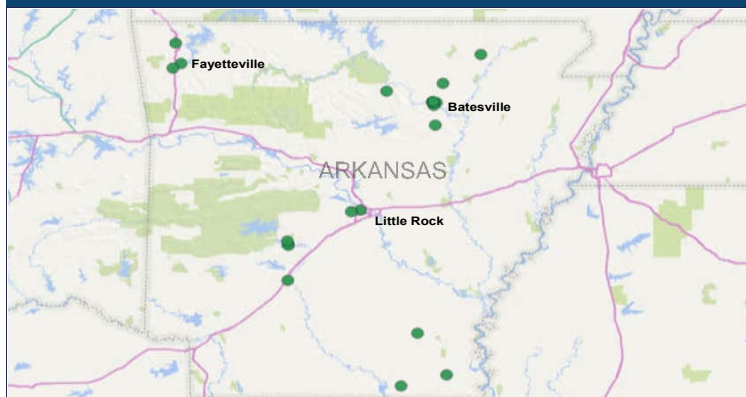


Citizens Bancshares of Batesville, Inc.
has issued
\$20.0 Million in Subordinated Debt

Hovde Group, LLC Served as Sole Placement Agent to Citizens

Offering Summary

- Citizens Bancshares of Batesville, Inc. (the “Company”), headquartered in Batesville, AR, is the parent company of Citizens Bank
- The Company intends to use the net proceeds from this offering for general corporate purposes
- This represents Hovde's 54th capital transaction since 2017, totaling aggregate proceeds of \$1.75B
- This represents Hovde's 19th subordinated debt transaction since 2017, totaling aggregate proceeds of over \$400M

Branch Network

Offering Summary

| | |
|--------------------|--------------------------------|
| Closing Date: | October 16, 2020 |
| Total Offering: | \$20.0 Million |
| Rate: | 5.75% |
| Term: | 10 Years |
| Fixed / Floating: | Fixed-to-Floating |
| Non-Call Period: | 5 Years |
| Payment Structure: | Interest Only - First 5 Years |
| Offering Rating: | Egan-Jones Rating Company: BBB |

Tombstone Announcement


Batesville, AR

Has Issued

\$20.0 Million in Subordinated Debt

Hovde Group, LLC
served as Sole Placement Agent for
Citizens Bancshares of Batesville, Inc.



October 16, 2020

Financial Highlights (6/30/2020) - Consolidated

| | |
|---|----------------|
| Headquarters: | Batesville, AR |
| Year Established: | 1953 |
| States of Operations (Offices): | AR (20) |
| Total Assets (\$000): | \$1,131,570 |
| Total Deposits (\$000): | \$967,932 |
| Gross Loans (\$000): | \$788,403 |
| Total Equity (\$000): | \$77,284 |
| Tangible Common Equity (\$000): | \$64,344 |
| Loan-to-Deposit Ratio: | 81.5% |
| Tangible Common Equity / Tangible Assets: | 5.75% |
| NPAs / Assets | 0.53% |
| YTD Yield-on-Loans: | 5.26% |
| YTD ROAA:* | 0.88% |
| YTD ROAE:* | 9.61% |

* Bank Level



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Hovde Group is a member FINRA/SIPC

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