



## Horizon Bancorp and SCB Bancorp, Inc. sign Merger Agreement

### SCB Bancorp, Inc.

SCB Bancorp, Inc. ("SCB"), headquartered in East Lansing, Michigan, is the bank holding company for Summit Community Bank. Founded in 2002, SCB offers a full range of banking services with two branch locations and one mortgage center serving the greater Lansing area. As of September 30, 2013, Summit Community Bank had total assets of approximately \$161.0 million, gross loans of \$132.8 million, and total deposits of \$126.2 million.

### Horizon Bancorp

Horizon Bancorp (NASDAQ GM: HBNC) ("Horizon") is a community bank holding company headquartered in Michigan City, Indiana with total assets of \$1.8 billion as of September 30, 2013. Horizon Bancorp's wholly-owned subsidiary, Horizon Bank, still operates under its original charter, dating back to 1873, with a footprint of twenty-nine offices extending throughout northern and central Indiana as well as southwestern Michigan. Horizon also offers mortgage-banking services throughout the Midwest.

### The Transaction

On November 13, 2013 Horizon and SCB announced they have executed a definitive agreement whereby Horizon will acquire SCB and its wholly-owned subsidiary, Summit Community Bank, through a stock and cash merger. Under the terms of the merger agreement, shareholders of SCB will receive fixed consideration of 0.4904 shares of Horizon common stock and \$5.15 in cash for each share of SCB common stock. Based upon the November 12, 2013, closing price of \$21.43 per share of Horizon common stock, the transaction is valued at approximately \$18.4 million.

The team of bankers at Summit Community Bank will continue to be led by John Abbott, the Bank's President and Chief Executive Officer. It is also expected that Horizon will establish a local advisory board in the greater Lansing area and will be appointed by Mr. Abbott.

The transaction is expected to be completed in the second quarter of 2014, subject to approval by federal and state regulatory authorities and SCB shareholders as well as the satisfaction of other closing conditions provided in the merger agreement. The merger agreement also provides that Summit Community Bank will be merged into Horizon Bank, the wholly-owned subsidiary of Horizon Bancorp.

Donnelly Penman & Partners initiated the transaction, acted as financial advisor to SCB and assisted in the negotiations in connection with the transaction. Please contact [John Donnelly](#) at (313) 393-3054 or [Andrew Christians](#), CFA at (313) 393-3074 for further information.

### Donnelly Penman & Partners

Donnelly Penman & Partners is one of the largest independently owned investment banking firms headquartered in the Midwest. We provide comprehensive advisory services to both public and private companies, including mergers and acquisitions, capital raising, due diligence, and general financial advisory services. In addition, we are a FINRA licensed broker dealer and member SIPC.

Donnelly Penman & Partners is owned by the employees of the firm, who have successfully completed more than 250 transactions and advisory engagements since the firm's inception in September 2000. Its principals have more than 100 years of investment banking experience collectively.

