



Franklin Bancshares, Inc. has been acquired by Galva Investment, Inc.

The Transaction

Galva Investment, Inc. (“Galva”), the parent company of Community State Bank, of Galva, Illinois has acquired Franklin Bancorp, Inc. and its wholly-owned subsidiary, Franklin Bank, of Franklin, Illinois (collectively “Franklin”). Financial terms of the transaction were not disclosed.

Franklin Bank, with total assets of approximately \$37.4 million, operates one banking office in Franklin. Community State Bank, with assets of approximately \$163.2 million, operates branch offices in Galva, Kewanee and Neponset, as well as, a loan production office in Waverly, Illinois. Franklin Bank’s office will become a branch of Community State Bank.

Donnelly Penman & Partners issued a fairness opinion to Franklin in connection with the transaction. Franklin was advised by the legal firm of Howard and Howard Attorneys PLLC. Please contact [Andrew Christians](#), CFA at (313) 393-3074 or [Gregory Cunningham](#) at (313) 393-3070 for further information.

Franklin Bancshares, Inc.

Franklin Bancshares, Inc. was the bank holding company for Franklin Bank (the “Bank”). Franklin was an independent and locally-owned bank, founded in 1886 with one location in Franklin, IL. As of June 30, 2015, the Bank had assets of \$37.4 million, gross loans of \$20.5 million, deposits of \$32.6 million, and shareholders’ equity of \$4.4 million.

Galva Investment, Inc.

Galva Investment, Inc. is the bank holding company for Community State Bank. As of June 30, 2015, Community State Bank had assets of \$163.2 million, gross loans of \$117.1 million, deposits of \$143.4 million, and shareholders’ equity of \$16.5 million.

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 280 transactions and advisory engagements since the firm's inception in September 2000. Its principals have more than 110 years of investment banking experience collectively.

August 8, 2015

Franklin Bancshares, Inc.

parent of



(Franklin, IL)

has been acquired by

Galva Investment, Inc.

parent of



(Galva, IL)

Fairness Opinion