



Fentura Financial, Inc. has Completed a \$15.0 million Offering of Common Stock Through a Private Placement

The Transaction

On December 15, 2016, Fentura Financial, Inc. (OTCQX:FETM), ("Fentura" or the "Company") announced that on December 12, 2016 it had closed the previously announced issuance of 1,071,428 shares of its common stock at a price of \$14.00 per share, for an aggregate purchase price of approximately \$15 million. The shares were acquired by three institutional and two individual purchasers. The proceeds of the offering will be used in part to fund the pending acquisition of Community Bancorp, Inc. ("CBI"), to support Fentura's continued growth, and for other corporate purposes.

Separately, the Company also has announced that it has received the necessary regulatory approvals to consummate its acquisition of CBI, the holding company for Community State Bank. Fentura expects the acquisition to close later this month.

Fentura Financial, Inc.

Fentura Financial, Inc. is a bank holding company headquartered in Fenton, Michigan, whose bank subsidiary is The State Bank ("TSB"). TSB is a full-service community bank offering a wide range of banking services to individuals, small business and government entities through its 6 branch locations in Genesee County, 1 branch in Oakland County, and 1 branch in Livingston County. As of September 30, 2016, Fentura had total assets of \$500.6 million, gross loans of \$413.6 million, total deposits of \$418.9 million, and total equity of \$35.1 million, prior to complete of this capital offering.

Donnelly Penman & Partners ("DPP") acted as sole placement agent for the common stock offering. Warner Norcross & Judd LLP acted as counsel to DPP. Howard & Howard Attorneys PLLC acted as legal counsel to Fentura. Please contact [Andrew Christians](#), CFA at (313) 393-3074, [John Donnelly](#) at (313) 393-3054, or [Greg Cunningham](#), at (313) 393-3070 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 290 transactions and advisory engagements since the firm's inception in September 2000. Its principals have more than 110 years of investment banking experience collectively.

December 2016

*These securities have been sold.
This announcement appears as a matter of record only.*

 **FENTURA FINANCIAL, INC.**
Fenton, Michigan

parent of


The **STATE BANK**
(Fenton, MI)

Private Placement of Common Stock

\$15.0 Million

Exclusive Placement Agent

Capital Raise