



## Birmingham Bloomfield Bancshares, Inc. has been acquired by Arbor Bancorp, Inc.

### The Transaction

On July 20, 2016 Arbor Bancorp, Inc., the holding company for Bank of Ann Arbor (“Arbor”), and Birmingham Bloomfield Bancshares, Inc., the holding company for Bank of Birmingham (“Birmingham”) (OTC Pink: BBBI), announced they have entered into a definitive agreement (the “Agreement”) for Arbor to acquire Birmingham in an all-cash transaction valued at approximately \$33.3 million. On January 6, 2017, Arbor completed its acquisition of Birmingham.

Under the terms of the agreement, shareholders of Birmingham received \$16.50 per share in cash for each share of Birmingham common stock outstanding, resulting in a total transaction value of approximately \$33.3 million including cashing out outstanding warrants and stock options.

The combined company will have \$1.5 billion in assets and approximately \$1.2 billion in assets under management. Integration is scheduled to be completed within 90 days to 120 days. Executive Vice President and Chief Lending Officer Jenny Meier will serve as Birmingham district president for the combined bank.

Donnelly Penman & Partners initiated the transaction, acted as exclusive financial advisor to Birmingham, assisted in the negotiations in connection with the transaction, and rendered a Fairness Opinion. Birmingham was advised by the law firm of Warner Norcross & Judd LLP. Please contact [Andrew Christians](#), CFA at (313) 393-3074, [John Donnelly](#) at (313) 393-3054, or [Gregory Cunningham](#) at (313) 393-3070 for further information.

### Bank of Birmingham

Bank of Birmingham is a full-service community bank established in 2006, with one location in Birmingham, Michigan, serving primarily the Oakland County business community. As of September 30, 2016, Birmingham had approximately \$301.6 million in assets, \$246.1 million in loans, \$274.9 million in deposits, and \$18.7 million in common equity in the vibrant Oakland County market.

### Bank of Ann Arbor

Bank of Ann Arbor is a locally owned and operated bank with total assets and assets under management of approximately \$2.2 billion, serving people and businesses in Washtenaw and western Wayne counties with offices at the corner of Fifth Avenue and Washington Street in downtown Ann Arbor, in the Traver Village Shopping Center, at the corner of Stadium and Liberty streets, on West Ellsworth Road in Pittsfield Township, on West Michigan Avenue in downtown Ypsilanti, in Plymouth on Ann Arbor Road, on East Michigan Avenue in downtown Saline.

### 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.

January 2017

**Birmingham Bloomfield Bancshares, Inc.**

parent of



(Birmingham, MI)

has been acquired by

**Arbor Bancorp, Inc.**

parent of



(Ann Arbor, MI)

**Transaction Value: \$33.3 Million**

**Sell Side Advisory and Fairness Opinion**