



CAMELS FINANCIAL OPTICS REPORT

COMPANY OVERVIEW

Sherwood Banc Corporation, Inc./Sherwood State Bank

Company Description

Sherwood Banc Corporation, Inc. ("SBC") ("the Company") is an Ohio financial institution headquartered in Sherwood, Ohio. The Company formed in 1997 is a registered bank holding company under the Bank Holding Company Act of 1956, as amended. The Company is the parent bank holding company for its wholly owned subsidiary, Sherwood State Bank ("the Bank")("SSB"), which was formed on January 8, 1945.

Business Insights

Message from the President: Defiance Bank Office Renovation/In October we began work on the outside of the bank office while the weather was agreeable. Currently our focus has turned to the interior of the facility addressing major lobby transformations for delivery of banking services. Some of the updates include a contemporary teller pod, new interior lighting, digital signage, and a modern design concept. Remodels can be difficult and we 'thank you' for your patience as we make every effort to service your needs during the construction process. See 'renovation progress' by visiting the Important Announcements page on our website at www.sherwood.bank.

The Board of Directors received approval for a Dividend Reinvestment Plan for SBC Shareholders. Plan allows Shareholders to invest up to \$2,000 quarterly in addition to the company's dividends for the purpose of increasing ownership.

Company Stock Performance: The Company reported strong investor results, as of YE 2021 noting income of \$724,622/ \$2.59 per share. Shareholders received \$178,188.45/\$0.65 per share in cash dividends in 2021. Fair Market Value ("FMV") per share common of the Company increased to \$39.25 an increase of \$1.05 per share over 3Q 2021. This calculates to a return to shareholders of 6.51% or 8.28% when including dividends. (See next page Key Highlights/ Performance Ratios)

Investor Information

The Company is privately held and does not actively trade on any electronic exchange. The Company's common stock is traded through Community Bank Investments, Inc. The Bank is the Company's transfer agent. The Company historically pays semi-annual dividends. The Company provides for the purchase of Company stock through an individual's Self-Directed IRA and offers a Dividend Reinvestment Program ("DRIP") for Shareholders. The Company's stock is priced quarterly through an independent third-party firm. Individuals seeking to purchase shares are directed to contact Investor Relations.



Headquarters

105 N. Harrison Street
Sherwood, OH 43556

Investor Relations Contact

Mickey C. Schwarzbek
President & CEO
(419) 899-2111
mickey@sherwood.bank

December 31, 2021

Stock Price (ASK/FMV)	\$39.25
Price to Book Value	117%
Book Value Per Share	\$33.68
YE 2020 Stock Price	\$36.85
Income Per Share	\$2.59
Shares Outstanding	279,706
Board of Director Ownership	3.0%

Financial Data (000)

Assets	\$84,312
Deposits	\$ 71,767
Equity	\$9,423
Loans	\$51,441
Net Income	\$725

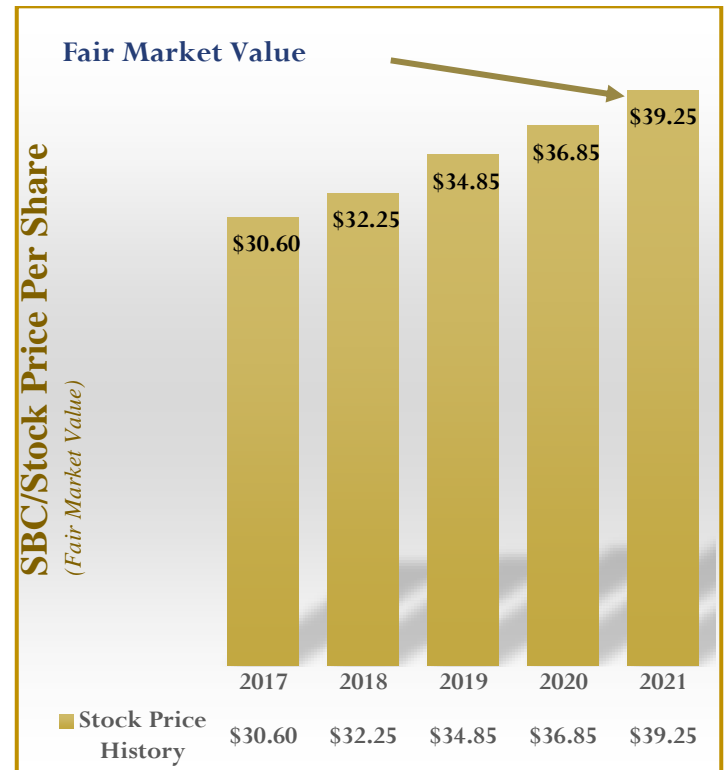
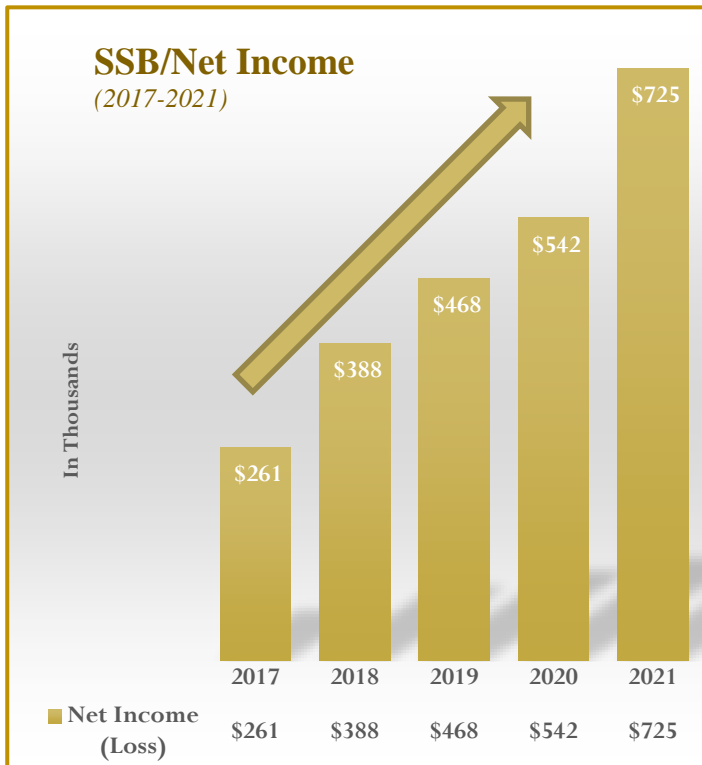
Key Highlights (SSB)

- **Assets:** Bank assets of \$84,272,000, as of YE 2021 up from \$80,178,000 for the same period 2020.
- **Deposit:** Bank deposits of \$71,977,000 as of YE 2021 compared to \$66,909,000 for the same period 2020.
- **Loans:** Bank loans of \$51,189,000 as of YE 2021 compared to \$54,047,000 for the same period 2020.
- **Earnings:** Bank earned \$787,000 as of YE 2021 compared to \$542,000 for the same period 2020.
- **Net Interest Margin:** Bank earned 4.15%, as of YE 2021 compared to 4.23% for the same period 2020.
- **Efficiency Ratio:** 71.58%, as of YE 2021 compared to 77.18% for the same period 2020.

Performance Ratios (SSB)

Return on Average Assets	0.94%
Return on Average Common Equity	8.76%
Yield on Loans	6.06%
Total Loans to Deposits	71.12%
Demand Deposits to Total Deposits	0.38%
Risk Based Capital/Risk Weighted Assets*	16.68%
Non-Performing Loans to Total Assets	0.87%
Allowance for Loan Losses to Total Loans	1.17%
Cost of Funds	0.53%

*Well capitalized 10% Regulatory Benchmark



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"Increasing Shareholder Value"

CAMELS Consulting Group offers a comprehensive suite of proprietary products and services exclusively designed to increase the shareholder value of community banks. Backed by more than three decades of experience in stock and bank valuation analysis, CAMELS Financial Optics Report provides the investment community with an objective overview of financial institutions.

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