



# 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, as 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.

**Message from the President:** Your Board of Directors are pleased to report that our Company at the close of 2023 recorded strong performance in key areas of loan growth, deposit stability, and liquidity. The accomplishments of our staff cannot be understated recognizing the challenging financial environment of this past year. SBC year-end earnings for 2023 was \$517,870/\$1.47 per share. Our loan growth grew from year-end 2022 by approximately \$5,700,000 (approximately 8.5%) for a loan-to-deposit ratio of 87.05%. SSB's loan portfolio is constantly reviewed ensuring Net Interest Margin (NIM), an important aspect of balance sheet management is weighed against cost of deposits. NIM for year-end 2023 was 4.23% compared to 4.08% for year-end 2022. Return on Equity was 5.80% at year-end 2023. *(See Key Highlights and Performance Ratio's Chart(s) back page)*

**Shareholder Return:** The fair market value (FMV) of our stock, as of year-end 2023 is \$41.20 per share, for a Market Capitalization of \$14,501,411. YTD 2023 shareholders have received total cash dividends of approximately \$174,937.20/\$0.50 per share. Shareholders return for 2023 was 2.74% and 3.99% when including dividends. Our stock FMV has increased from year-end 2022, as compared to wide fluctuations of financial stocks in the public market. Your Board is appreciative of investor confidence in SBC and is pleased to provide this report on the financial soundness of your Bank. *(See Stock Chart Back Page)*

**Investor Information:** Sherwood Banc Corporation 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. New Investors are directed to contact Investor Relations/Mickey Schwarzbek-President and Chief Executive Officer..



#### Headquarters

105 N. Harrison Street  
 Sherwood, OH 43556

#### Investor Relations Contact

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

#### December 31, 2023

Stock Price (ASK/FMV)	\$41.20
Price to Book Value	122%
Book Value Per Share	\$33.21
<i>(Based on Tier 1)</i>	
YE 2022 Stock Price	\$40.10
Income Per Share	\$1.47
Shares Outstanding	351,976
Board of Director Ownership	3.2%

#### Financial Data (000)

Assets	\$95,120
Deposits	\$ 77,673
Equity <i>(Tier 1)</i>	\$11,689
Loans	\$67,159
Net Income	\$518

## Key Highlights (SSB)

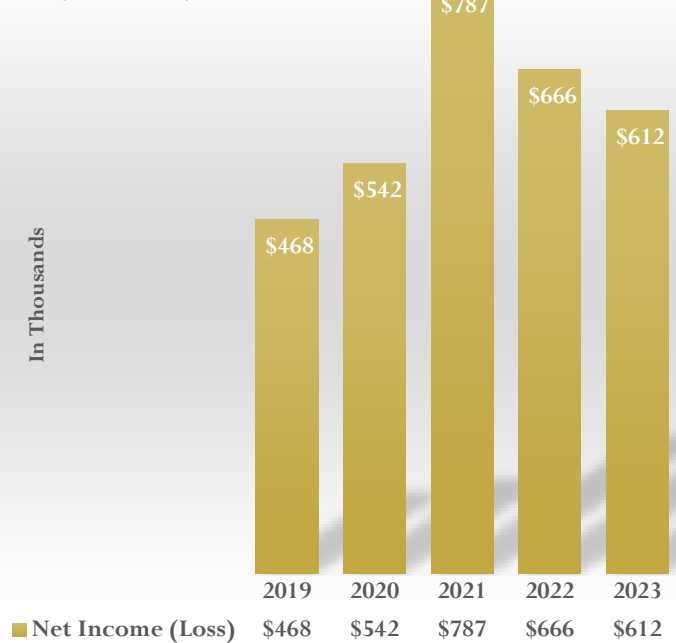
- **Assets:** Bank assets of \$95,420,000, as of YE 2023 compared to \$88,375,000 for the same period 2022.
- **Deposit:** Bank deposits of \$78,113,000, as of YE 2023 compared to \$71,977,000 for the same period 2022.
- **Loans:** Bank loans of \$67,996,000, as of YE 2023 compared to \$62,105,000 for the same period 2022.
- **Earnings:** Bank earned \$612,000, as of YE 2023 compared to \$666,000 for the same period 2022.
- **Net Interest Margin:** Bank earned 4.23%, as of YE 2023 compared to 4.08% for the same period 2022.
- **Efficiency Ratio:** 80.09%, as of YE 2023 compared to 76.55% for the same period 2022.

## Performance Ratios (SSB)

Return on Average Assets	0.67%
Return on Average Common Equity	5.80%
Yield on Loans	6.21%
Total Loans to Deposits	87.05%
Demand Deposits to Total Deposits	30.09%
Equity Capital/Total Assets	11.67%
Non-Performing Loans to Total Assets	1.58%
Allowance for Loan Losses to Total Loans	1.23%
Cost of Funds	1.59%

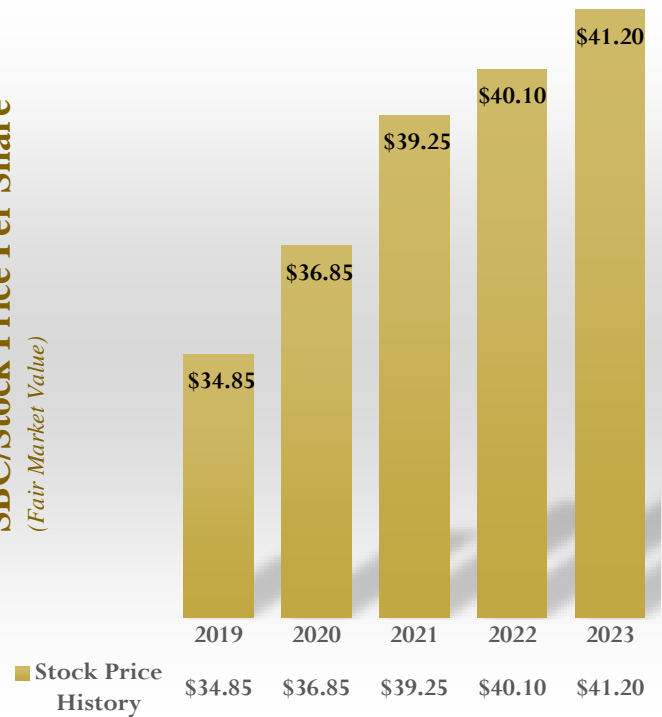
### SSB/Net Income

(2019-2023)



### SBC/Stock Price Per Share

(Fair Market Value)



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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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