



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.

The Company is a customer-focused community bank that targets business owners, professionals, and individuals, as well as other segments of the financial market within greater Northwest Ohio markets that offer opportunities for growth and profitability.

Business Insights

COVID-19: The Bank's emphasis on Paycheck Protection Program ("PPP") loans during fourth quarter of this year focused on assisting business customers in the submission of loan forgiveness applications. The Bank continues to work with area businesses in submitting new loan requests for continued participation in government sponsored pandemic relief programs.

Performance of Sherwood Bancshares, Inc.: The Company reported strong investor results noting income of \$496,000/\$1.81 per share, as of year-end 2020. Shareholders received \$137,235/\$0.50 per share in cash dividends, as of year-end 2020. Fair Market Value ("FMV") per share common of the Company increased 5.74% in value over year-end 2019 and 7.17% when including dividends. *(See next page Key Highlights/Performance Ratios)*

Mr. Schwarzbek, President and CEO of the Company noted that the bank reached new levels of asset, deposit, and loan growth. Earnings for 2020 were positively impacted by the Bank's participation in PPP loans and through the recent hire (Ty Otto) strengthening business development efforts. Additionally, the Board determined in early 2020 to strengthen balance sheet reserves in advance of any potential economic disruption, a result of the pandemic

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/Market Maker. 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. The Company's stock is priced quarterly through an independent third-party firm.



Headquarters

105 N. Harrison Street
 Sherwood, OH 43556

Investor Relations Contact

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December 31, 2020

Stock Price (FMV)	\$36.85
Price to Book Value	113%
Book Value Per Share	\$32.23
YE 2019 Stock Price	\$34.85
Income Per Share	\$1.81
Shares Outstanding	274,471
Board of Director Ownership	3.0%

Financial Data (000)

Assets	\$80,230
Deposits	\$ 66,776
Equity	\$8,870
Loans	\$53,402
Net Income	\$496

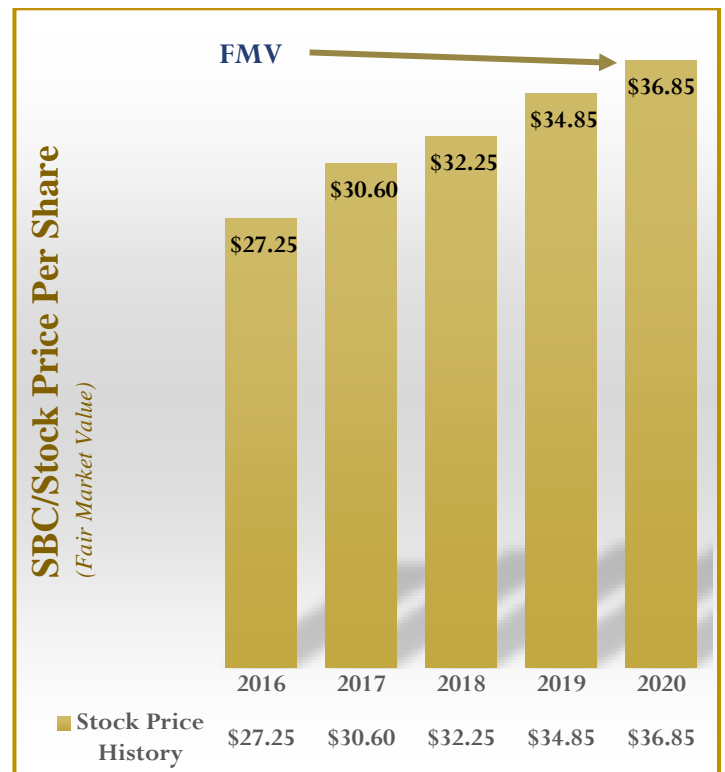
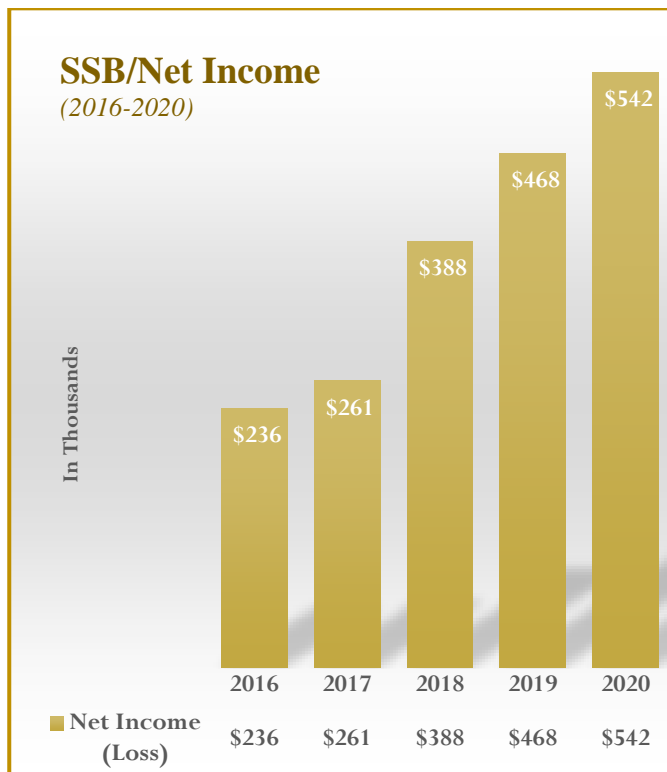
Key Highlights (SSB)

- **Assets:** Bank assets of \$80,178, as of YE 2020 up from \$73,407 for the same period 2019.
- **Deposit:** Bank deposits of \$66,909, as of YE 2020 compared to \$60,499 for the same period 2019.
- **Loans:** Bank loans of \$53,483, as of YE 2020 compared to \$52,369 for the same period 2019.
- **Earnings:** Bank earned \$542,000, as of YE 2020 compared to \$468,000 for the same period 2019.
- **Net Interest Margin:** Bank earned 4.23%, as of YE 2020 compared to 4.43% for the same period 2019.
- **Efficiency Ratio:** 77.18%, as of YE 2020 compared to 77.92% for the same period 2019.

Performance Ratios (SSB)

Return on Average Assets	0.72%
Return on Average Common Equity	6.48%
Yield on Loans	5.90%
Total Loans to Deposits	80.78%
Demand Deposits to Total Deposits	29.56%
Risk Based Capital/Risk Weighted Assets*	16.13%
Non-Performing Loans to Total Loans	1.49%
Allowance for Loan Losses to Total Loans	1.04%
Cost of Funds	1.03%

*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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