

# FNS Bancshares, Inc.

## **FNS Bancshares Announces Completion of \$10.0 Million Subordinated Notes Offering**

SCOTTSBORO, AL (06/30/2020) – FNS Bancshares, Inc. (OTCQX: FNSB), parent company of FNB Bank, today announced the completion of a private placement of \$10.0 million in fixed-to-floating rate subordinated notes due 2030. The Notes have been structured to qualify as Tier 2 capital under bank regulatory guidelines, and the proceeds from the sale of the Notes will be utilized to repay certain existing debt, to supplement FNB Bank’s capital, and for general corporate purposes. Performance Trust Capital Partners, LLC served as placement agent for the offering, and Fenimore, Kay, Harrison & Ford, LLP served as legal counsel to FNS.

The Notes will initially bear interest at 5.000% per annum for the first five years after issuance. From July 1, 2025 through June 30, 2030, or up to an early redemption date, the interest rate will reset quarterly to an interest rate per annum equal to three-month SOFR plus 486 basis points. The Notes can be redeemed by FNS beginning on June 30, 2025 until maturity on June 30, 2030.

The Notes have not been registered under the Securities Act of 1933, as amended, or any state securities laws and may not be offered or sold in the United States absent registration or an applicable exemption from registration requirements. This press release does not constitute an offer to sell, or the solicitation of an offer to buy, any security.

### **About FNS Bancshares Inc.**

FNS Bancshares ([www.FNSbancshares.com](http://www.FNSbancshares.com)) is the corporate parent of FNB Bank, a 17 unit retail and commercial bank serving central and southeast Tennessee, northwest Georgia, and northeast Alabama. FNB Bank was first organized as the Bank of Scottsboro in 1900. As of March 31, 2020, FNS Bancshares had approximately \$703 million in total consolidated assets.

For more information, visit [FNSBancshares.com](http://FNSBancshares.com) or contact Holley Patterson, Marketing & Communications Officer, at 256.259.6000.