

## CAPITAL MARKETS ANNOUNCEMENT

**Avidbank Holdings, Inc. (OTCQB: AVBH; Palo Alto, CA) Closes \$16.0 Million Private Placement of Common Stock**

Sandler O'Neill + Partners L.P. served as sole placement agent for this transaction.

This transaction represents the 135<sup>th</sup> public offering or private placement of common stock for a bank or thrift since January 1, 2009 for which Sandler O'Neill acted as book manager, co-manager or placement agent, more than any other investment bank during that period. These transactions have raised over \$46.0 billion for our clients.<sup>1</sup>

**About the Offering:**

On June 26, 2013, Avidbank Holdings, Inc., the parent company of Avidbank, reported the successful completion of a \$16.0 million private offering of common shares. Investors purchased 1,641,026 newly issued Avidbank common shares at a purchase price of \$9.75 per share.

*This announcement is for informational purposes only and does not constitute an offer to sell or the solicitation of an offer to buy securities.*

**About the Company:**

Headquartered in Palo Alto, California, Avidbank was founded in 2003, as an independent full-service commercial bank serving businesses and consumers in Northern California. As of March 31, 2013 the Company had \$417 million in assets, and has a branch in Palo Alto and loan production offices in downtown San Jose and Redwood City.

(1) Does not combine the results of advisors which have merged until the date such merger was completed

Source: SNL Financial

June 26, 2013

**\$16.0 Million**  
Common Stock

**Avidbank**  
Holdings, Inc.

Sole Placement Agent

SANDLER O'NEILL + PARTNERS

**Financial Highlights**

*(Dollars in thousands)*

Total Assets	\$417,242
Net Loans	\$237,489
Total Deposits	\$375,946
Total Equity	\$38,412
TCE / TA	7.78%
Tier 1 Capital Ratio	11.01%
Total Risk-Based Capital Ratio	12.26%

*Note: Financial data as of 3/31/13*

*Source: SNL Financial*

**Sandler O'Neill Contacts:**

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