

## CAPITAL MARKETS ANNOUNCEMENT

Entegra Financial Corporation (NASDAQ: ENFC; Franklin, NC) has completed its conversion from a mutual holding company to a stock holding company. In connection with the conversion, Entegra Financial Corporation sold a total of 6,546,375 shares of common stock at \$10.00 per share for gross proceeds of approximately \$65.5 million.

Sandler O'Neill + Partners L.P. managed the subscription and community offerings.

This transaction is Sandler O'Neill's eighth conversion transaction completed since January 1, 2013.

**About the Offering:**

Entegra Financial Corp. (the "Company"), the holding company for Macon Bank, announced today the completion of the Company's stock offering and the mutual-to-stock conversion of Macon Bancorp. Shares of Entegra Financial Corp. common stock are expected to begin trading on Wednesday, October 1, 2014, on the NASDAQ Global Market under the symbol "ENFC".

The Company sold 6,546,375 shares of common stock, representing the adjusted maximum of the offering range, at \$10.00 per share, for gross offering proceeds of \$65.5 million. The offering was oversubscribed in the first category of the subscription offering by eligible account holders as of December 31, 2012.

**About the Company:**

Entegra Financial Corp. is the holding company of Macon Bank, a North Carolina-chartered stock savings bank headquartered in Franklin, North Carolina. Macon Bank operates a total of 11 branches located throughout the western North Carolina counties of Cherokee, Henderson, Jackson, Macon, Polk and Transylvania. At June 30, 2014, Entegra Financial Corp. had total assets of \$820.3 million, gross loans of \$534.9 million, total deposits of \$712.6 million and total equity of \$39.4 million.

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

**Financial Highlights as of June 30, 2014**

*(Dollars in millions)*

Total Assets	\$820
Gross Loans	\$535
Total Deposits	\$713
Total Equity	\$39
TCE/TA	4.8%
Total RBC Ratio	12.1%

Source: SNL Financial

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