

CAPITAL MARKETS ANNOUNCEMENT

First Resource Bank (OTCQX: FRSB; Exton, PA) Closes \$4.1 Million Private Placement of Common Stock

Sandler O'Neill + Partners, L.P. served as Sole Placement Agent for this offering.

This transaction represents the 125th public offering or private placement of common stock for a bank or thrift since January 1, 2012 for which Sandler O'Neill acted as book-runner, co-manager or placement agent—more than any other investment bank during that period. These transactions have raised approximately \$21.2 billion for our clients.¹

About the Offering:

EXTON, Pa., May 23, 2017 -- First Resource Bank (OTCQX: FRSB) announced that it has completed a private placement with institutional investors of 513,100 shares of common stock at a purchase price of \$8.00 per share, for gross proceeds of \$4.1 million.

Glenn B. Marshall, President & CEO, stated "We are pleased to announce this private placement of our common stock which generated new capital to take advantage of growth opportunities in our markets. In this process, we had the opportunity to present our hybrid community bank model to the institutional investor community which we see as a benefit now and in the future."

About the Company:

First Resource Bank is a locally owned and operated Pennsylvania state-chartered bank with two full-service branches, serving the banking needs of businesses, professionals and individuals in Chester County, Pennsylvania. The Bank offers a full range of deposit and credit services with a high level of personalized service. First Resource Bank also offers a broad range of traditional financial services and products, competitively priced and delivered in a responsive manner to small businesses, professionals and residents in the local market.

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

1) Source: SNL Financial

2) Financial data is not pro forma for the offering

May 22, 2017

Private Placement of
Common Stock

\$4.1 Million



Sole Placement Agent
SANDLER O'NEILL + PARTNERS

Financial Highlights as of March 31, 2017 ²

(Dollars in thousands)

Total Assets	\$ 240,779
Net Loans	200,394
Total Deposits	204,109
Total Equity	18,102
Tang. Common Equity/ Tang. Assets (%)	7.52
LTM ROAA (%)	0.64
LTM ROAE (%)	8.30

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