

Jeff Davis Bancshares, Inc. (OTC Pink: JDVB) Completes Private Placement Offering of \$17.5 Million of Subordinated Notes due 2027

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

This transaction is the 95th subordinated note or senior note transaction for a community bank since January 1, 2014 in which Sandler O'Neill acted as a placement agent, sole underwriter, book runner, or initial purchaser. Since May 20, 2016, Sandler O'Neill has raised approximately \$2.3 Billion for its clients in 38 transactions as the book-running manager or placement agent, capturing a 70.4% market share of announced transactions.¹

About the Offering:

Jennings, LA – Jeff Davis Bancshares, Inc. (OTC Pink: JDVB), the parent company of JD Bank, today announced the closing of a \$17.5 million private placement of fixed-to-floating rate subordinated notes. The company plans to use the additional capital for general corporate purposes including organic growth initiatives at JD Bank as well as potential M&A opportunities.

The notes have a maturity date of January 15, 2027 and carry a fixed rate of interest of 6.75% for the first five years. Thereafter, the notes will pay interest at LIBOR plus 469 basis points. The notes include a right of prepayment, without penalty, on or after January 15, 2022. The subordinated notes have been structured to qualify as Tier 2 capital for regulatory purposes.

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:


Jeff Davis Bancshares, Inc. is a bank holding company that serves as the parent company of JD Bank. JD Bank is a Louisiana state-chartered bank with twenty-three full-service branches and one loan production office in Jefferson Davis, Calcasieu, Allen, Evangeline, St. Landry, Lafayette, and Iberia parishes, Louisiana. With \$809 million in assets as of December 31, 2016, JD Bank offers a traditional range of deposit and loan products to individuals and businesses throughout south Louisiana.

(1) Source: Sandler O'Neill Syndicate Desk, Bloomberg. Deal count includes nationwide subordinated debt and senior note offerings for Community Banks; Community Banks defined as banks or bank holding companies with less than \$25 billion in assets.

(2) Financial data not pro forma for the offering

January 11, 2017

**6.75% Fixed-to-Floating Rate
Subordinated Notes due 2027
\$17.5 Million**



JEFF DAVIS BANCSHARES, INC.

Sole Placement Agent
SANDLER O'NEILL + PARTNERS

Financial Highlights as of September 30, 2016²**Dollars in Millions**

Total Assets	\$833.3
Net Loans	\$605.6
Total Deposits	\$706.7
Total Common Equity	\$71.8
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Tier 1 Leverage Ratio	8.33%
Tier 1 Risk-Based Capital Ratio	11.15%
Total Risk-Based Capital Ratio	12.17%
TCE / TA	8.66%

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