

Seacoast Banking Corporation of Florida (NASDAQ: SBCF; Stuart, FL) has agreed to acquire Grand Bankshares, Inc. (Private; West Palm Beach, FL)

Deal Value: Approximately \$16.2 million

Sandler O'Neill served as financial advisor to Seacoast Banking Corporation of Florida in this transaction.

This transaction represents Sandler O'Neill's 69th bank or thrift transaction nationwide since January 1, 2014. Sandler O'Neill has served as a financial advisor on more bank and thrift transactions, and in a greater aggregate value of bank and thrift transactions than any other investment bank during that time period. Since January 1, 2014, Sandler O'Neill has advised on 20 Southeast bank and thrift transactions with an aggregate transaction value of \$3.3 billion, more than any other investment bank during that time period.¹

Seacoast Banking Corporation of Florida (NASDAQ: SBCF) ("Seacoast"), a bank holding company whose principal subsidiary is Seacoast National Bank ("Seacoast Bank"), and Grand Bankshares, Inc. ("Grand") announced today the signing of a definitive agreement pursuant to which Grand will merge with and into Seacoast. The acquisition will more than double Seacoast's existing position in Palm Beach County to create one of the largest local community banks in the market.

Grand, headquartered in West Palm Beach, Florida and which operates Grand Bank & Trust of Florida, will add approximately \$208 million in assets, \$184 million in deposits, and \$127 million in gross loans to Seacoast's operations, along with 3 branch locations positioned in Palm Beach County. Grand was founded in 1999 and has built a strong deposit franchise, with low cost core deposits representing 90% of total deposits and noninterest bearing demand deposits representing 26% of total deposits. Grand's loan portfolio, which is comprised of approximately 63% commercial real estate loans, compliments Seacoast's existing loan portfolio.

"We are extremely excited to announce this agreement with Grand Bankshares, Inc. and look forward to welcoming its customers into Seacoast Bank. Both banks have a proven track record of exceptional customer service and support for our communities," said Dennis S. Hudson, Seacoast's Chairman and CEO. "This acquisition will allow Seacoast to substantially grow our customer base in one of the most important markets in Florida. We are also pleased to announce that J. Russell Greene, Grand's President and CEO, will join Seacoast as Executive Vice President and Palm Beach County market executive."

"The transaction creates value for our shareholders and customers by uniting two strong community banks with a long history of delivering top-notch customer service," said Russell Greene. "We are excited about the additional products and services that Seacoast will bring to our customer base and the long-term value this transaction creates for our shareholders."

Under the terms of the definitive agreement, Seacoast will issue 0.3114 Seacoast shares of common stock for each outstanding share of Grand common and preferred A stock, or a total of approximately 1.09 million shares of Seacoast common stock. Additionally, Seacoast will pay approximately \$1,481,000 in cash for all of Grand's outstanding shares of preferred B stock, representing the par value of \$1,000 per share of preferred B stock. Based on Seacoast's 15 day volume weighted average price of \$13.52 on March 24, 2015 and the cash consideration, the transaction will be valued at approximately \$16.2 million. Seacoast expects the acquisition to be accretive to 2015 and 2016 earnings per share and slightly accretive to tangible book value per common share. Following the transaction, Seacoast will maintain its strong capital ratios.

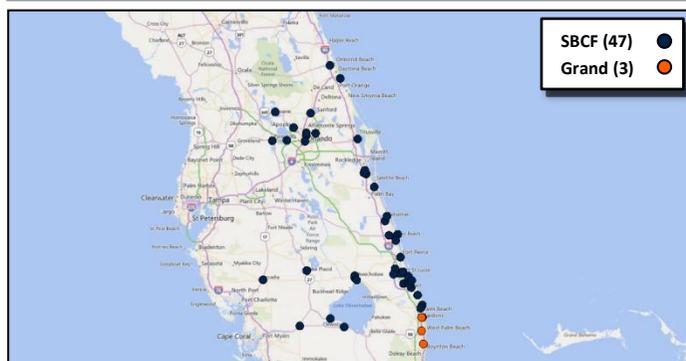
The boards of directors of both Seacoast and Grand have unanimously approved the transaction. The transaction is expected to close in the third quarter of 2015, and is subject to approval by Grand's shareholders, receipt of regulatory approvals and other customary closing conditions.

Financial Highlights

| (\$ in millions) | SBCF | Grand |
|------------------|---------|-------|
| Total Assets | \$3,093 | \$208 |
| Gross Loans | 1,834 | 127 |
| Total Deposits | 2,417 | 184 |
| Total Equity | 313 | 14 |
| TCE/TA | 9.14% | 6.13% |
| LTM ROAA | 0.23% | 0.41% |

1) Source: SNL Financial. Excludes terminated transactions and self-advisory roles

Pro Forma U.S. Branch Map



Sandler O'Neill Contacts:
1251 Avenue of the Americas, 6th Floor
New York, NY 10020

Reid Brewer
Vice President
(212) 466-8086

Justin Kessler
Associate
(212) 466-8051

SANDLER O'NEILL + PARTNERS, L.P.

New York – Atlanta – Boston – Chicago – San Francisco