

**King Bancorp, Inc. (Private; Louisville, KY) has agreed to merge with Stock Yards Bancorp, Inc. (NASDAQ: SYBT; Louisville, KY)**

**Deal Value: \$28.0 Million**

Sandler O'Neill served as financial advisor and rendered a fairness opinion to King Bancorp, Inc. This transaction represents Sandler O'Neill's 207<sup>th</sup> bank or thrift transaction nationwide since January 1, 2015, representing \$65.4 billion in aggregate transaction value. Sandler O'Neill has served as a financial advisor on more bank and thrift transactions and for a greater aggregate deal value than any other investment bank during that time period.<sup>1</sup>

Since January 1, 2015, Sandler O'Neill has advised on 42 bank or thrift transactions in the Midwest region for an aggregate transaction value of \$20.1 billion, more than any other investment bank during that period.<sup>1</sup>

LOUISVILLE, Ky. (December 19, 2018) – Stock Yards Bancorp, Inc. ("Stock Yards" or the "Company") (NASDAQ: SYBT), parent company of Stock Yards Bank & Trust Company, with offices in the Louisville, Indianapolis and Cincinnati metropolitan markets, today announced that it has entered into a definitive agreement to acquire all of the common stock of privately held King Bancorp, Inc. ("King"). The all-cash transaction, valued at \$28 million, is expected to close during the second quarter of 2019, subject to customary regulatory approval and completion of closing conditions.

King, headquartered in Louisville, is the holding company for King Southern Bank, which operates five branches – three in the greater Louisville area and two in Nelson County, approximately 60 miles southeast of Louisville. As of September 30, 2018, King had approximately \$195 million in assets, \$168 million in loans, \$126 million in deposits and \$16 million in tangible common equity.

Commenting on the announcement, James A. (Ja) Hillebrand, Chief Executive Officer of Stock Yards, said, "We are excited about the opportunity this transaction presents to expand our market share in greater Louisville – where we are already among the largest locally based banks in the city – and extend our reach to new markets in the towns of Bloomfield and Chaplin in Nelson County, Kentucky. Like King Southern Bank, we have built a reputation for responsive, high quality customer service, and in that regard our two companies share a unique alignment of core philosophies, values and ambitions that should make the integration process simple and, for King's customers, seamless and transparent. We look forward to serving these customers with a broader array of products, capabilities and resources – including one of the top wealth management groups in the country – which should translate into meaningful enhancements to the way they experience banking. In turn, we expect to realize additional growth in loans and deposits beyond our own organic expansion, as well as greater efficiencies in our business, in the months and years ahead." Mr. Hillebrand noted that the all-cash acquisition is expected to enable Stock Yards to leverage its capital effectively and achieve mid-single digit earnings per share accretion on a fully phased-in basis.

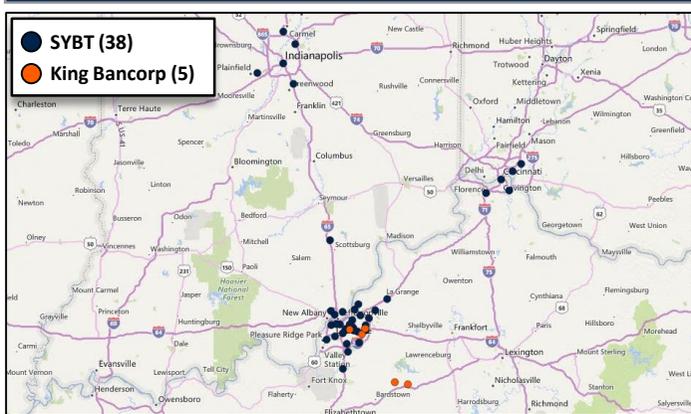
James O. (Jimmy) King, III, President and Chief Executive Officer of King, added, "We have continued to pursue a vision of community banking that we have advanced since our founding. This transaction provides an increased competitive advantage in the banking arena, not only from the standpoint of products and services, but also those related to customer-facing technology and data security. We are pleased to become part of a like-minded institution to provide enhanced service and value to our customers and communities." Mr. King will join Stock Yards Bank & Trust Company upon the acquisition's completion, where he will help ensure a smooth transition of King Southern Bank's customers. He will continue in a role of promoting outstanding customer service and strong business development, which has been a hallmark of King's ongoing growth over the years, and he will join Stock Yards Bank & Trust Company's executive loan committee.

**Financial Highlights**

(Dollars in millions)	SYBT	King Southern Bank
Total Assets	\$3,325	\$195
Total Net Loans	\$2,512	\$166
Total Deposits	\$2,598	\$126
Total Shareholder's Equity	\$353	\$22
TCE / TA	10.57%	11.08%

(1) Source: S&P Global Market Intelligence; Includes majority and minority transactions; Excludes terminated transactions and self-advisory roles  
Note: Financial data as of September 30, 2018

**Pro Forma Branch Map**



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