

Transaction Announcement

Fairmount Bancorp, Inc. agrees to be acquired by Hamilton Bancorp, Inc.



Transaction Profile



Has agreed to be acquired by



Olsen Palmer LLC served as exclusive financial advisor to Fairmount Bancorp, Inc.

April 16, 2015

Olsen Palmer is pleased to announce that Fairmount Bancorp, Inc. (Baltimore, Maryland) has agreed to be acquired by Hamilton Bancorp, Inc. (Towson, Maryland).

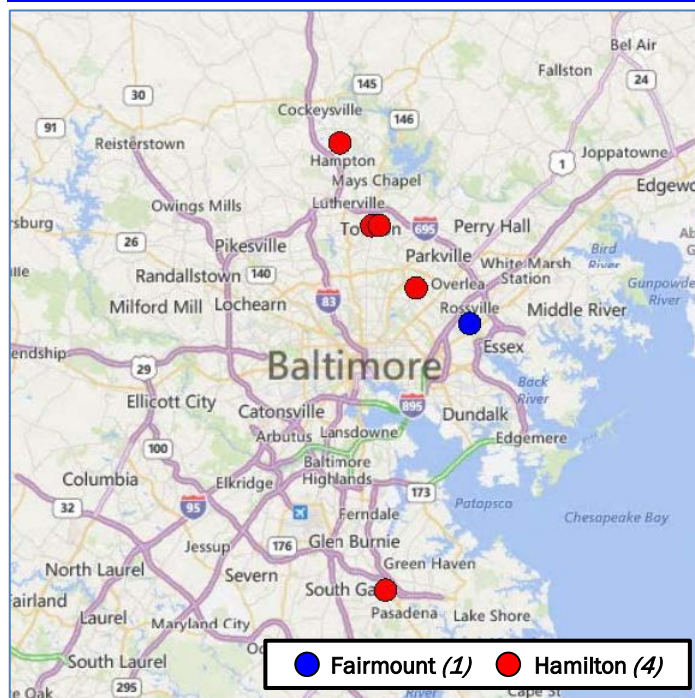
Under the terms of the agreement, Fairmount and its subsidiary Fairmount Bank will merge into Hamilton and its subsidiary Hamilton Bank in an all-cash transaction valued at \$30.00 per share, or approximately \$15.4 million in the aggregate.

Upon completion of the transaction, which is expected to occur before the end of 2015, Hamilton will have five branch locations and pro-forma assets totaling \$366 million.

Olsen Palmer LLC served as financial advisor to Fairmount and Jones Walker LLP served as legal counsel. Hamilton was advised by Keefe, Bruyette, & Woods and the law firm of Luse Gorman, PC served as legal counsel.

This is the fourth announced or completed transaction in the past 7 months on which Olsen Palmer LLC has served as financial advisor.

Branch Footprint



Transaction Summary and Valuation Multiples

Transaction Date	April 16, 2015
Anticipated Closing Date	2H 2015
Form of Consideration	100% Cash
Aggregate Consideration Value	\$15.4 million
Price/Tangible Common Equity – Normalized 9.0%	1.30x
Price/Tangible Common Equity – Stated	1.16x
Price/LTM Net Income	NM
Price Assets	19.8%
Premium/Core Deposits	4.2%

Financial and Operating Summary

	Hamilton Bank	FAIRMOUNT BANK
Location	Towson, MD	Baltimore, MD
Assets (\$mm)	\$288.7	\$77.8
Deposits (\$mm)	\$223.8	\$52.4
Gross Loans (\$mm)	\$158.6	\$55.6
Net Income (\$mm, LTM)	(\$0.7)	\$0.1
FTE	54	12
Branch Count	4	1

Data as of Q4 2014; Source: SNL Financial



CHRISTOPHER OLSEN
MANAGING PARTNER

(202) 627-2043
colsen@olsenpalmer.com

Olsen Palmer LLC is an independent investment banking firm that specializes in advising community banks across the full suite of Mergers & Acquisitions:

- Sell-side Advisory
- Buy-side Advisory
- Valuation
- Fairness Opinions
- Strategic Alternatives Assessments and Board Planning Sessions

For more information, please visit: www.OlsenPalmer.com