



Thursday, August 3<sup>rd</sup>

Dear Valued Customer –

I would like to share with you some exciting news!

This week it was announced that the State Bank of New Prague and our sister Bank, Peoples Bank of Commerce, will merge with First Bank & Trust, Brookings, SD. Both the State Bank of New Prague and Peoples Bank of Commerce will go by the name First Bank & Trust. The transaction is expected to be completed in late 2017. We believe this is an excellent opportunity to combine with a group that shares our deep commitment to community banking.

First Bank & Trust has a history that dates back more than 135 years. They are part of Fishback Financial Corporation, one of South Dakota's largest privately held bank holding companies with 17 current locations in 12 towns along the I-29 Corridor in eastern South Dakota and southwestern Minnesota. With family- and employee-ownership, First Bank & Trust places the highest priority on relationship-based community banking while offering the breadth and depth of services found at national financial institutions. Named a "Best Bank to Work For" in 2016 by American Banker, First Bank & Trust shares our own commitment to making the communities they serve better places to live and work.

We understand that a change of this scale will lead to questions, and are happy to talk with you personally about the exciting changes ahead. Meanwhile, we hope that you continue to bank as you always have. The services you enjoy today have not changed, and the talented staff you know so well will continue to provide you excellent service throughout and beyond this transition. We have enclosed more information on the merger and about First Bank & Trust. Please feel free to contact us at 952-758-4491 if you would like to speak with someone in more detail.

We appreciate your business and look forward to serving you for many years to come as part of First Bank & Trust.

Sincerely,

A handwritten signature in blue ink that reads 'Bruce A. Wolf'.

Bruce A. Wolf  
President  
State Bank of New Prague  
Member FDIC