



Dear Friends,

RE: Offering Circular 139,373 Common Shares

For any business to stay relevant for 151 years is extraordinary. To continue growing not only in profitability but talent, technology and infrastructure is phenomenal. The last decade challenged us all with the 2008 financial crisis and its turbulent aftermath yet our dedication to our communities, customers and shareholders prevails for a strong, safe financial institution for many years to come.

We continue to see exciting opportunities to invest for the future. Our Board of Directors is pleased to note that Richwood Bank grew organically by \$100 million in assets in less than 4 years. In the same period our stock price has increase just short of 32%. The enclosed graph will illustrate in more detail.

Richwood Bank has been operating in Richwood since 1867, Plain City since 1976, Marysville since 1997, LaRue since 1998, Huntsville since 2009, and Delaware since 2010. Your Bank now has the opportunity through the acquisition of Home City Federal to expand into a new market area. Home City Federal is a well-managed institution that will increase our assets to over \$700 million once the transaction is complete.

The Board of Directors has agreed to raise capital from our current stockholders as well as add a limited number of stockholders from the new and existing market areas, so we can remain well positioned and keep growing your institution into the future. We added no new stockholders through the acquisition.

We are therefore offering new shares of common stock through the accompanying Offering Circular, to both existing shareholders and the general public within the State of Ohio. This is a first come, first serve offering in which our current stockholders are not limited by minimum or maximum purchases.

Over the next 4 months, your Board of Directors seeks to raise up to \$8,000,000 in capital through the offering of 139,373 common shares, no par value, at \$57.40 per share. This represents only the second time common shares of Richwood Bancshares, Inc./The Richwood Banking Company have been placed in the market through an Offering Circular since 1867 and represents an approximate 9% increase in total shares.

I welcome your inspection of the provided Offering Circular. Please feel free to contact me with any questions you may have regarding the offering.

Sincerely,

A handwritten signature in blue ink, appearing to read 'Chad L. Hoffman', is written over a white background.

Chad L. Hoffman
President/CEO

This letter is neither an offer to sell nor a solicitation of an offer to buy any of these securities. The offer is made only by the accompanying Offering Circular.

