

SSB BANCORP, INC.
UNAUDITED CONSOLIDATED BALANCE SHEETS

| | June 30, 2024 (unaudited) | December 31, 2023 |
|---|---------------------------------|-----------------------|
| ASSETS | | |
| Cash and due from banks | \$ 503,504 | \$ 533,582 |
| Interest-bearing deposits with other financial institutions | 10,744,517 | 12,799,993 |
| Cash and cash equivalents | 11,248,021 | 13,333,575 |
| Certificates of deposit | 12,382,000 | 13,382,000 |
| Securities available for sale | 6,515,947 | 6,652,416 |
| Loans | 261,294,412 | 243,840,519 |
| Allowance for credit losses | (2,671,320) | (2,460,248) |
| Net loans | 258,623,092 | 241,380,271 |
| Accrued interest receivable | 1,551,759 | 1,450,158 |
| Federal Home Loan Bank stock, at cost | 5,012,200 | 5,059,400 |
| Premises and equipment, net | 3,873,187 | 3,928,503 |
| Bank-owned life insurance | 3,618,341 | 3,574,177 |
| Deferred tax asset, net | 777,217 | 784,306 |
| Intangible asset | 3,978,643 | 4,126,000 |
| Other assets | 2,198,135 | 2,181,821 |
| TOTAL ASSETS | <u>\$ 309,778,542</u> | <u>\$ 295,852,627</u> |
| LIABILITIES | | |
| Deposits: | | |
| Noninterest-bearing demand | \$ 71,110,107 | \$ 60,836,791 |
| Interest-bearing demand | 28,164,842 | 29,760,504 |
| Money market | 64,562,626 | 65,870,280 |
| Savings | 5,188,671 | 5,117,003 |
| Time | 87,864,025 | 80,727,160 |
| Total deposits | 256,890,271 | 242,311,738 |
| Federal Home Loan Bank advances | 21,250,000 | 20,250,000 |
| Paycheck Protection Program Liquidity Facility advances | 986,763 | 1,802,144 |
| Advances by borrowers for taxes and insurance | 934,651 | 655,491 |
| Advances by borrowers for construction | 868,905 | 2,727,613 |
| Accrued interest payable | 590,091 | 430,579 |
| Off-Balance Sheet Reserve | 206,317 | 226,317 |
| Other liabilities | 172,331 | 250,992 |
| TOTAL LIABILITIES | <u>281,899,329</u> | <u>268,654,874</u> |
| STOCKHOLDERS' EQUITY | | |
| Preferred Stock: \$0.01 par value per share: 5,000,000 shares authorized and no shares issued or outstanding | - | - |
| Common Stock: 20,000,000 shares authorized; 2,279,191 shares issued; and 2,191,410 shares outstanding at \$0.01 par value | 22,769 | 22,769 |
| Treasury stock, at cost; 87,781 shares | (829,475) | (482,425) |
| Paid-in capital | 8,949,961 | 8,923,623 |
| Retained earnings | 19,639,794 | 18,686,325 |
| Unearned Employee Stock Ownership Plan (ESOP) | (594,890) | (616,922) |
| Equity in SMLM | 945,110 | 945,110 |
| Accumulated other comprehensive loss | (254,056) | (280,727) |
| TOTAL STOCKHOLDERS' EQUITY | <u>27,879,213</u> | <u>27,197,753</u> |
| TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY | <u>\$ 309,778,542</u> | <u>\$ 295,852,627</u> |

SSB BANCORP, INC.
UNAUDITED CONSOLIDATED STATEMENTS OF NET INCOME

| | Three months ended June 30, | | Six months ended June 30, | |
|---|-----------------------------|--------------|---------------------------|--------------|
| | 2024 | 2023 | 2024 | 2023 |
| | (unaudited) | | (unaudited) | |
| INTEREST INCOME | | | | |
| Loans, including fees | \$ 3,540,587 | \$ 2,845,916 | \$ 7,003,893 | \$ 5,498,484 |
| Interest-bearing deposits with other financial institutions | 220,405 | 335,905 | 360,862 | 559,011 |
| Certificates of deposit | 183,385 | 91,467 | 374,707 | 118,410 |
| Investment securities: | | | | - |
| Taxable | 158,611 | 149,963 | 316,480 | 303,117 |
| Exempt from federal income tax | 9,872 | 6,830 | 19,744 | 9,879 |
| Total interest income | 4,112,860 | 3,430,081 | 8,075,686 | 6,488,901 |
| INTEREST EXPENSE | | | | |
| Deposits | 1,724,942 | 1,366,177 | 3,368,116 | 2,548,718 |
| Federal Home Loan Bank advances and other bank obligations | 209,823 | 168,802 | 361,499 | 275,536 |
| Total interest expense | 1,934,765 | 1,534,979 | 3,729,615 | 2,824,254 |
| NET INTEREST INCOME | 2,178,095 | 1,895,102 | 4,346,071 | 3,664,647 |
| Provision for credit losses | 115,000 | 125,000 | 240,000 | 250,000 |
| Benefit for off-balance sheet items | (20,000) | - | (20,000) | - |
| Total Provision for credit losses | 95,000 | 125,000 | 220,000 | 250,000 |
| NET INTEREST INCOME AFTER PROVISION FOR CREDIT LOSSES | 2,083,095 | 1,770,102 | 4,126,071 | 3,414,647 |
| NONINTEREST INCOME | | | | |
| Gain on sale of loans | 12,844 | 26,954 | 25,786 | 46,596 |
| Loan servicing fees | 54,456 | 57,986 | 114,521 | 124,506 |
| Earnings on bank-owned life insurance | 22,256 | 19,749 | 44,164 | 39,086 |
| Credit card processing fees | 533,215 | 321,393 | 1,005,564 | 605,893 |
| Other | 183,699 | 82,473 | 308,322 | 139,211 |
| Total noninterest income | 806,470 | 508,555 | 1,498,357 | 955,292 |
| NONINTEREST EXPENSE | | | | |
| Salaries and employee benefits | 1,041,935 | 824,475 | 2,071,834 | 1,619,770 |
| Occupancy | 126,208 | 115,051 | 244,056 | 233,948 |
| Professional fees | 311,295 | 134,489 | 644,538 | 270,014 |
| Federal deposit insurance | 87,000 | 54,000 | 173,000 | 108,000 |
| Data processing | 142,881 | 162,143 | 309,415 | 275,016 |
| Director fees | 43,944 | 40,550 | 87,888 | 81,110 |
| Contributions and donations | 42,033 | 27,456 | 82,833 | 58,459 |
| Marketing | 10,036 | 36,625 | 19,091 | 82,625 |
| Other | 456,327 | 237,857 | 702,594 | 450,444 |
| Total noninterest expense | 2,261,659 | 1,632,646 | 4,335,249 | 3,179,386 |
| Income before income taxes | 627,906 | 646,011 | 1,289,179 | 1,190,553 |
| Provision for income taxes | 170,994 | 162,826 | 335,710 | 289,591 |
| NET INCOME | \$ 456,912 | \$ 483,185 | \$ 953,469 | \$ 900,962 |
| EARNINGS PER COMMON SHARE | | | | |
| Basic | \$ 0.21 | \$ 0.22 | \$ 0.44 | \$ 0.42 |
| Diluted | \$ 0.21 | \$ 0.22 | \$ 0.44 | \$ 0.42 |
| AVERAGE COMMON SHARES OUTSTANDING | | | | |
| Basic | 2,143,303 | 2,153,108 | 2,151,914 | 2,151,790 |
| Diluted | 2,158,677 | 2,155,164 | 2,164,578 | 2,154,390 |