BANK OF SOUTH CAROLINA CORPORATION AND SUBSIDIARY CONSOLIDATED BALANCE SHEETS

	((Unaudited) June 30, 2024	December 31, 2023	
ASSETS				
Cash and due from banks	\$	8,938,634	\$	14,665,148
Interest-bearing deposits at the Federal Reserve		4,832,680		7,250,912
Investment securities available for sale		184,799,247		241,216,453
Mortgage loans to be sold		3,352,898		2,130,899
Loans		359,703,338		346,990,045
Less: Allowance for credit losses		(3,757,914)		(3,722,213)
Net loans		355,945,424		343,267,832
Premises, equipment and leasehold improvements, net		3,953,355		4,084,703
Right of use asset		12,469,522		12,799,866
Accrued interest receivable		2,139,343		2,380,972
Other assets		6,345,764		6,018,934
Total assets	\$	582,776,867	\$	633,815,719
LIABILITIES AND SHAREHOLDERS' EQUITY				
Liabilities				
Deposits:				
Non-interest bearing demand	\$	170,198,510	\$	182,053,144
Interest bearing demand		128,015,660		163,353,919
Money market accounts		115,354,044		104,919,984
Time deposits \$250,000 and over		32,458,463		15,054,652
Other time deposits		9,714,989		9,738,823
Other savings deposits		53,060,180		50,582,016
Total deposits		508,801,846		525,702,538
Short-term borrowings		10,217,786		46,000,000
Accrued interest payable and other liabilities		2,568,131		2,232,453
Lease liability		12,469,522		12,799,866
Total liabilities		534,057,285		586,734,857
Shareholders' equity				
Common stock - no par 12,000,000 shares authorized; Issued 5,852,325 shares at both June 30, 2024 and December 31, 2023. Shares outstanding 5,457,907 and 5,469,251 at June 30, 2024 and December 31, 2023, respectively		_		_
Additional paid in capital		47,927,367		48,097,586
Retained earnings		17,019,782		15,746,736
Treasury stock: 394,418 shares and 383,074 shares at June 30, 2024 and December		1,,012,702		10,710,750
31, 2023, respectively		(3,939,382)		(3,800,022)
Accumulated other comprehensive loss, net of income taxes		(12,288,185)		(12,963,438)
Total shareholders' equity		48,719,582		47,080,862
Total liabilities and shareholders' equity	\$	582,776,867	\$	633,815,719

BANK OF SOUTH CAROLINA CORPORATION AND SUBSIDIARY CONSOLIDATED STATEMENTS OF INCOME (UNAUDITED)

Three Months Ended June 30,

Interest and fee income			June 30,	
Loans, including fees \$ 5,923,761 \$ 5,012,744 Taxable securities \$41,118 \$689,410 Tax-exempt securities 94,333 119,723 Other 143,580 205,183 Total interest and fee income 6,702,792 6,027,060 Interest expense		2024		2023
Taxable securities 541,118 689,410 Tax-exempt securities 94,333 119,723 Other 143,580 205,183 Total interest and fee income 6,702,792 6,027,060 Interest expense Deposits 1,425,184 1,111,987 Short term-borrowings 139,178 308,093 Total interest expense 1,564,362 1,420,080 Net interest income 5,138,430 4,606,980 Provision for credit losses 50,000 - Net interest income after provision for credit losses 50,000 - Net interest income after provision for credit losses 50,000 - Vother income 392,875 334,259 Mortgage banking income 139,903 94,194 Loss on sales of securities (77,849) - Other non-interest income 16,146 8,668 Total other income 471,075 437,121 Other expense Salaries and employee benefits 1,812,420 2,033,679 Net occupancy ex	Interest and fee income			
Tax-exempt securities 94,333 119,723 Other 143,880 205,183 Total interest and fee income 6,702,792 6,027,060 Interest expense 5,702,792 6,027,060 Interest expense 1,425,184 1,111,987 Short term-borrowings 139,178 308,093 Total interest expense 1,564,362 1,420,080 Net interest income 5,138,430 4,606,980 Provision for credit losses 50,000 - Net interest income after provision for credit losses 5,088,430 4,606,980 Other income 392,875 334,259 Mortgage banking income 139,903 94,194 Loss on sales of securities (77,849) - Other onn-interest income 16,146 8,668 Total other income 15,142,420 2,033,679 Other expense 724,592 681,474 Other operating expenses 420,745 351,752 Professional fees 171,615 159,827 Professional fees 210,562 <	Loans, including fees	\$ 5,923,761	\$	5,012,744
Other 143,580 205,183 Total interest and fee income 6,702,792 6,027,060 Interest expense 2 Deposits 1,425,184 1,111,987 Short term-borrowings 139,178 308,093 Total interest expense 1,564,362 1,420,080 Net interest income 5,138,430 4,606,980 Provision for credit losses 50,000 - Net interest income after provision for credit losses 5,088,430 4,606,980 Other income Service charges and fees 392,875 334,259 Mortgage banking income 139,903 94,194 Loss on sales of securities (77,849) - Other non-interest income 16,146 8,668 Total other income 471,075 437,121 Other expense Salaries and employce benefits 1,812,420 2,033,679 Net occupancy expense 724,592 681,474 Other operating expenses 420,745 331,752 Professional fees 171,615 159,827	Taxable securities	541,118		689,410
Interest expense Deposits 1,425,184 1,111,987 308,093 139,178 308,093 1,564,362 1,420,080 Net interest income 5,138,430 4,606,980 Provision for credit losses 50,000 - Net interest income after provision for credit losses 5,088,430 4,606,980 Net interest income after provision for credit losses 5,088,430 4,606,980 Other income Service charges and fees 392,875 334,259 Mortgage banking income 139,903 94,194 Loss on sales of securities (77,849) - Other non-interest income 16,146 8,668 Total other income 471,075 437,121 Other expense Salaries and employee benefits 1,812,420 2,033,679 Net occupancy expense 724,592 681,474 Other operating expenses 420,745 351,752 Professional fees 171,615 159,827 Data processing fees 210,562 159,290 Total other expense 3,339,934 3,386,022 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$1,753,798 \$1,277,717 Weighted average shares outstanding Basic 5,461,954 5,551,502 Solution of the per common share \$0.32 \$0.23 Solution of the common share \$0.32 \$0.23 Solution of the common share \$0.32 \$0.23 \$0.23 Solution of the common share \$0.32 \$0.23	Tax-exempt securities	94,333		119,723
Interest expense Deposits 1,425,184 1,111,987 \$308,093 \$139,178 \$308,093 \$15041 interest expense 1,564,362 1,420,080 Net interest income	Other	143,580	_	205,183
Deposits	Total interest and fee income	6,702,792		6,027,060
Short term-borrowings 139,178 308,093 Total interest expense 1,564,362 1,420,080 Net interest income 5,138,430 4,606,980 Provision for credit losses 50,000 - Net interest income after provision for credit losses 5,088,430 4,606,980 Other income Service charges and fees 392,875 334,259 Mortgage banking income 139,903 94,194 Loss on sales of securities (77,849) - Other non-interest income 16,146 8,668 Total other income 471,075 437,121 Other expense 724,592 681,474 Other operating expenses 724,592 681,474 Other operating expenses 420,745 351,752 Professional fees 171,615 159,827 Data processing fees 210,562 159,290 Total other expense 2,219,571 1,658,079 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 <	Interest expense			
Net interest income 1,564,362 1,420,080 Provision for credit losses 50,000 - Net interest income after provision for credit losses 50,000 - Net interest income after provision for credit losses 5,088,430 4,606,980 Other income \$392,875 334,259 Mortgage banking income 139,903 94,194 Loss on sales of securities (77,849) - Other non-interest income 16,146 8,668 Total other income 471,075 437,121 Other expense Salaries and employee benefits 1,812,420 2,033,679 Net occupancy expense 724,592 681,474 Other operating expenses 420,745 351,752 Professional fees 171,615 159,827 Data processing fees 210,562 159,290 Total other expense 2,219,571 1,658,079 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$ 1,753,798	Deposits	1,425,184		1,111,987
Net interest income 5,138,430 4,606,980 Provision for credit losses 50,000 - Net interest income after provision for credit losses 5,088,430 4,606,980 Other income Service charges and fees 392,875 334,259 Mortgage banking income 139,903 94,194 Loss on sales of securities (77,849) - Other non-interest income 16,146 8,668 Total other income 471,075 437,121 Other expense Salaries and employee benefits 1,812,420 2,033,679 Net occupancy expense 724,592 681,474 Other operating expenses 420,745 351,752 Professional fees 171,615 159,827 Data processing fees 210,562 159,290 Total other expense 2,219,571 1,658,079 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$ 1,753,798 \$ 1,277,717 We	Short term-borrowings	139,178		308,093
Provision for credit losses 50,000 - Net interest income after provision for credit losses 5,088,430 4,606,980 Other income Service charges and fees 392,875 334,259 Mortgage banking income 139,903 94,194 Loss on sales of securities (77,849) - Other non-interest income 16,146 8,668 Total other income 471,075 437,121 Other expense Salaries and employee benefits 1,812,420 2,033,679 Net occupancy expense 724,592 681,474 Other operating expenses 420,745 351,752 Professional fees 171,615 159,827 Data processing fees 210,562 159,290 Total other expense 3,339,934 3,386,022 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$ 1,753,798 \$ 1,277,717 Weighted average shares outstanding 5,515,687 5,640,937 <tr< td=""><td>Total interest expense</td><td>1,564,362</td><td></td><td>1,420,080</td></tr<>	Total interest expense	1,564,362		1,420,080
Net interest income after provision for credit losses 5,088,430 4,606,980 Other income	Net interest income	5,138,430		4,606,980
Other income 5,088,430 4,606,980 Service charges and fees 392,875 334,259 Mortgage banking income 139,903 94,194 Loss on sales of securities (77,849) - Other non-interest income 16,146 8,668 Total other income 471,075 437,121 Other expense Salaries and employee benefits 1,812,420 2,033,679 Net occupancy expense 724,592 681,474 Other operating expenses 420,745 351,752 Professional fees 171,615 159,827 Data processing fees 210,562 159,290 Total other expense 3,339,934 3,386,022 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$ 1,753,798 \$ 1,277,717 Weighted average shares outstanding Basic 5,461,954 5,551,502 Diluted 5,515,687 5,640,937	Provision for credit losses	50,000		-
Other income Service charges and fees 392,875 334,259 Mortgage banking income 139,903 94,194 Loss on sales of securities (77,849) - Other non-interest income 16,146 8,668 Total other income 471,075 437,121 Other expense Salaries and employee benefits 1,812,420 2,033,679 Net occupancy expense 724,592 681,474 Other operating expenses 420,745 351,752 Professional fees 171,615 159,827 Data processing fees 210,562 159,290 Total other expense 3,339,934 3,386,022 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$ 1,753,798 \$ 1,277,717 Weighted average shares outstanding Basic 5,461,954 5,551,502 Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23	Net interest income after provision for credit		_	
Service charges and fees 392,875 334,259 Mortgage banking income 139,903 94,194 Loss on sales of securities (77,849) - Other non-interest income 16,146 8,668 Total other income 471,075 437,121 Other expense Salaries and employee benefits 1,812,420 2,033,679 Net occupancy expense 724,592 681,474 Other operating expenses 420,745 351,752 Professional fees 171,615 159,827 Data processing fees 210,562 159,290 Total other expense 3,339,934 3,386,022 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$ 1,753,798 \$ 1,277,717 Weighted average shares outstanding 5,551,567 5,640,937 Basic income per common share \$ 0.32 \$ 0.23	losses	5,088,430		4,606,980
Mortgage banking income 139,903 94,194 Loss on sales of securities (77,849) - Other non-interest income 16,146 8,668 Total other income 471,075 437,121 Other expense Salaries and employee benefits 1,812,420 2,033,679 Net occupancy expense 724,592 681,474 Other operating expenses 420,745 351,752 Professional fees 171,615 159,827 Data processing fees 210,562 159,290 Total other expense 3,339,934 3,386,022 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$ 1,753,798 \$ 1,277,717 Weighted average shares outstanding 5,461,954 5,551,502 Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23	Other income			
Mortgage banking income 139,903 94,194 Loss on sales of securities (77,849) - Other non-interest income 16,146 8,668 Total other income 471,075 437,121 Other expense Salaries and employee benefits 1,812,420 2,033,679 Net occupancy expense 724,592 681,474 Other operating expenses 420,745 351,752 Professional fees 171,615 159,827 Data processing fees 210,562 159,290 Total other expense 3,339,934 3,386,022 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$ 1,753,798 \$ 1,277,717 Weighted average shares outstanding 5,461,954 5,551,502 Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23	Service charges and fees	392,875		334,259
Loss on sales of securities (77,849) - Other non-interest income 16,146 8,668 Total other income 471,075 437,121 Other expense Salaries and employee benefits 1,812,420 2,033,679 Net occupancy expense 724,592 681,474 Other operating expenses 420,745 351,752 Professional fees 171,615 159,827 Data processing fees 210,562 159,290 Total other expense 3,339,934 3,386,022 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$ 1,753,798 \$ 1,277,717 Weighted average shares outstanding Basic 5,461,954 5,551,502 Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23	_	•		
Other non-interest income 16,146 8,668 Total other income 471,075 437,121 Other expense 3437,121 437,121 Other expense 2 2 Salaries and employee benefits 1,812,420 2,033,679 Net occupancy expense 724,592 681,474 Other operating expenses 420,745 351,752 Professional fees 171,615 159,827 Data processing fees 210,562 159,290 Total other expense 3,339,934 3,386,022 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$ 1,753,798 \$ 1,277,717 Weighted average shares outstanding Basic 5,461,954 5,551,502 Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23	Loss on sales of securities)	-
Total other income 471,075 437,121 Other expense Salaries and employee benefits 1,812,420 2,033,679 Net occupancy expense 724,592 681,474 Other operating expenses 420,745 351,752 Professional fees 171,615 159,827 Data processing fees 210,562 159,290 Total other expense 3,339,934 3,386,022 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$ 1,753,798 \$ 1,277,717 Weighted average shares outstanding Basic 5,461,954 5,551,502 Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23	Other non-interest income	•		8,668
Salaries and employee benefits 1,812,420 2,033,679 Net occupancy expense 724,592 681,474 Other operating expenses 420,745 351,752 Professional fees 171,615 159,827 Data processing fees 210,562 159,290 Total other expense 3,339,934 3,386,022 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$ 1,753,798 \$ 1,277,717 Weighted average shares outstanding Basic 5,461,954 5,551,502 Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23	Total other income			437,121
Salaries and employee benefits 1,812,420 2,033,679 Net occupancy expense 724,592 681,474 Other operating expenses 420,745 351,752 Professional fees 171,615 159,827 Data processing fees 210,562 159,290 Total other expense 3,339,934 3,386,022 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$ 1,753,798 \$ 1,277,717 Weighted average shares outstanding Basic 5,461,954 5,551,502 Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23	Other expense			
Net occupancy expense 724,592 681,474 Other operating expenses 420,745 351,752 Professional fees 171,615 159,827 Data processing fees 210,562 159,290 Total other expense 3,339,934 3,386,022 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$ 1,753,798 \$ 1,277,717 Weighted average shares outstanding Basic 5,461,954 5,551,502 Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23	_	1,812,420		2,033,679
Other operating expenses 420,745 351,752 Professional fees 171,615 159,827 Data processing fees 210,562 159,290 Total other expense 3,339,934 3,386,022 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$ 1,753,798 \$ 1,277,717 Weighted average shares outstanding Basic 5,461,954 5,551,502 Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23				
Data processing fees 210,562 159,290 Total other expense 3,339,934 3,386,022 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$ 1,753,798 \$ 1,277,717 Weighted average shares outstanding 5,461,954 5,551,502 Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23				
Total other expense 3,339,934 3,386,022 Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$ 1,753,798 \$ 1,277,717 Weighted average shares outstanding 5,461,954 5,551,502 Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23	Professional fees	171,615		159,827
Income before income tax expense 2,219,571 1,658,079 Income tax expense 465,773 380,362 Net income \$ 1,753,798 \$ 1,277,717 Weighted average shares outstanding 5,461,954 5,551,502 Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23	Data processing fees	210,562		159,290
Income tax expense 465,773 380,362 Net income \$ 1,753,798 \$ 1,277,717 Weighted average shares outstanding Sasic 5,461,954 5,551,502 Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23	Total other expense	3,339,934		3,386,022
Net income \$ 1,753,798 \$ 1,277,717 Weighted average shares outstanding 5,461,954 5,551,502 Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23	Income before income tax expense	2,219,571		1,658,079
Weighted average shares outstanding Basic 5,461,954 5,551,502 Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23	Income tax expense	465,773	_	380,362
Basic 5,461,954 5,551,502 Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23	Net income	\$ 1,753,798	\$	1,277,717
Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23	Weighted average shares outstanding			
Diluted 5,515,687 5,640,937 Basic income per common share \$ 0.32 \$ 0.23		5,461,954		5,551,502
·	Diluted			
·	Basic income per common share	\$ 0.32	\$	0.23
	Diluted income per common share			0.23

BANK OF SOUTH CAROLINA CORPORATION AND SUBSIDIARY CONSOLIDATED STATEMENTS OF INCOME (UNAUDITED)

Six Months Ended June 30,

		2024		2023
Interest and fee income		2024	-	2025
Loans, including fees	\$	11,600,172	\$	9,680,843
Taxable securities	Ψ	1,173,222	Ψ	1,379,734
Tax-exempt securities		199,952		281,167
Other		322,909		317,150
Total interest and fee income		13,296,255		11,658,894
Interest expense				
Deposits		2,764,341		2,043,088
Short term-borrowings	661,332			308,093
Total interest expense		3,425,673		2,351,181
Net interest income		9,870,582		9,307,713
Provision for credit losses		50,000		45,000
Net interest income after provision for credit losses		9,820,582		9,262,713
Other income				
Service charges and fees		755,903		661,332
Mortgage banking income		218,812		206,354
Loss on sales of securities		(101,820)		-
Other non-interest income		21,677		18,636
Total other income		894,572		886,322
Other expense				
Salaries and employee benefits		3,806,359		4,000,202
Net occupancy expense	1,415,118			1,335,536
Other operating expenses	727,180			656,933
Professional fees		326,127		327,604
Data processing fees		424,834		316,108
Total other expense		6,699,618		6,636,383
Income before income tax expense		4,015,536		3,512,652
Income tax expense		885,942		646,156
Net income	\$	3,129,594	\$	2,866,496
Weighted average shares outstanding				
Basic		5,463,367		5,551,924
Diluted		5,518,510		5,646,547
Basic income per common share	\$	0.57	\$	0.52
Diluted income per common share	\$	0.57	\$	0.51