

THE BANK OF FINCASTLE AND SUBSIDIARY
CONSOLIDATED BALANCE SHEETS

	March 31, 2020	March 31, 2019
ASSETS		
Cash and cash equivalents	\$ 2,921,770	\$ 4,452,115
Interest-bearing deposits with banks	11,693,169	12,421,448
Federal funds sold	144,000	120,000
Investment securities available for sale, at fair value	21,360,204	28,807,095
Restricted investment securities	254,050	241,250
Loans held for sale	286,000	230,050
Loans, net of allowance for loan losses of \$2,555,716 at 2020 and \$2,530,862 at 2019	169,979,619	150,234,211
Premises and equipment, net	4,717,517	5,044,035
Accrued interest receivable	543,574	607,488
Other real estate owned	1,225,218	2,775,332
Bank owned life insurance	5,702,169	5,581,804
Other assets	5,113,972	3,991,582
	Total assets	Total assets
	\$ 223,941,261	\$ 214,506,411
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities		
Deposits		
Noninterest-bearing demand deposits	\$ 67,547,376	\$ 63,958,356
Interest-bearing deposits	125,716,772	122,057,745
	Total deposits	Total deposits
	193,264,147	186,016,101
Accrued interest payable	137,784	128,539
Reserve for losses on letters of credit	788,565	1,348,380
Other liabilities	1,186,720	1,337,556
	Total liabilities	Total liabilities
	195,377,217	188,830,576
Stockholders' equity		
Common stock, \$0.04 par value; 25,000,000 shares authorized, 10,187,499 shares at 2020 and 9,999,999 shares at 2019, issued and outstanding	407,500	400,000
Surplus	18,661,477	18,119,152
Retained earnings	9,433,678	7,436,022
Accumulated other comprehensive income	61,389	(279,339)
	Total stockholders' equity	Total stockholders' equity
	28,564,044	25,675,835
	Total liabilities and stockholders' equity	Total liabilities and stockholders' equity
	\$ 223,941,261	\$ 214,506,411

THE BANK OF FINCASTLE AND SUBSIDIARY
CONSOLIDATED STATEMENT OF INCOME

	3 Months Ended	
	March 31, 2020	March 31, 2019
INTEREST INCOME		
Interest and fees on loans	\$ 2,078,774	\$ 1,925,647
Interest on investment securities, taxable	65,604	124,262
Interest on interest bearing deposits in banks	71,698	37,339
Total interest income	2,216,076	2,087,248
INTEREST EXPENSE		
Interest on deposits	307,905	263,071
Interest on borrowings	-	1,654
Total interest expense	307,905	264,725
Net interest income	1,908,171	1,822,523
PROVISION FOR LOAN LOSSES		
Net interest income after provision for loan losses	-	-
Net interest income after provision for loan losses	1,908,171	1,822,523
NONINTEREST INCOME		
Service charges on deposit accounts	35,665	28,079
Rental income	38,050	34,900
Debit and credit card fees	102,102	95,939
Other income	134,883	91,985
Total noninterest income	310,700	250,903
NONINTEREST EXPENSE		
Salaries and employee benefits	950,994	934,928
Occupancy and equipment	181,611	191,445
Data processing expenses	388,226	346,649
Legal and professional fees	57,052	58,637
Postage, stationery and supplies	19,150	24,746
FDIC insurance assessment	20,984	(32,356)
Losses (gains) on sale and write-downs of other real estate owned, net	(318)	873
Expenses of adversely classified items	17,629	84,285
Other expenses	496,436	211,081
Total noninterest expense	2,131,764	1,820,288
INCOME BEFORE INCOME TAXES	87,107	253,138
INCOME TAX EXPENSE	612	35,456
NET INCOME	\$ 86,495	\$ 217,682