

FIRST CITRUS BANCORPORATION, INC. AND SUBSIDIARY

Consolidated Balance Sheets
(\$ In thousands, except share amounts)

	At December 31,	
	2021	2020
Assets		
Cash and due from banks	\$ 5,622	5,653
Interest-earning deposits with banks	<u>237,904</u>	<u>75,170</u>
Total cash and cash equivalents	243,526	80,823
Time deposit	100	100
Debt securities available for sale	318	375
Loans, net of allowance for loan losses of \$4,003 and \$2,872	393,686	424,736
Premises and equipment, net	8,315	7,595
Federal Home Loan Bank stock, at cost	264	377
Accrued interest receivable	1,023	1,710
Deferred tax asset	379	38
Bank-owned life insurance	7,115	6,934
Right of use asset	1,701	336
Other assets	<u>3,548</u>	<u>5,671</u>
Total assets	<u>\$ 659,975</u>	<u>528,695</u>
Liabilities and Stockholders' Equity		
Liabilities:		
Noninterest-bearing demand deposits	200,399	156,843
Savings, NOW and money-market deposits	349,871	263,946
Time deposits	<u>44,704</u>	<u>53,182</u>
Total deposits	594,974	473,971
Subordinated debentures, net	10,843	8,854
Official checks	780	793
Lease liability	1,724	353
Other liabilities	<u>3,077</u>	<u>2,346</u>
Total liabilities	<u>611,398</u>	<u>486,317</u>
Commitments and contingencies (Notes 5, 13 and 16)		
Stockholders' equity:		
Convertible preferred stock:		
Class A, \$5 par value; 200,000 shares authorized, 88,930 and 92,554 shares issued and outstanding	445	463
Class B, \$5 par value; 100,000 shares authorized, 24,456 and 24,930 shares issued and outstanding	123	125
Class C, preferred stock, 1,000,000 shares authorized, none issued	-	-
Common stock, \$5 par value; 4,700,000 shares authorized, 1,947,337 and 1,927,093 shares issued and outstanding	9,736	9,635
Additional paid-in capital	14,132	13,915
Retained earnings	24,142	18,234
Accumulated other comprehensive income	<u>(1)</u>	<u>6</u>
Total stockholders' equity	<u>48,577</u>	<u>42,378</u>
Total liabilities and stockholders' equity	<u>\$ 659,975</u>	<u>528,695</u>

See Accompanying Notes to Consolidated Financial Statements.

FIRST CITRUS BANCORPORATION, INC. AND SUBSIDIARY

Consolidated Statements of Earnings

(In thousands)

	<u>Year Ended December 31,</u>	
	<u>2021</u>	<u>2020</u>
Interest income:		
Loans	\$ 23,123	19,334
Debt securities	5	6
Other	<u>260</u>	<u>327</u>
Total interest income	<u>23,388</u>	<u>19,667</u>
Interest expense:		
Deposits	1,463	2,318
Borrowings	<u>568</u>	<u>527</u>
Total interest expense	<u>2,031</u>	<u>2,845</u>
Net interest income	21,357	16,822
Provision for loan losses	<u>1,200</u>	<u>784</u>
Net interest income after provision for loan losses	<u>20,157</u>	<u>16,038</u>
Noninterest income:		
Gain on sale of loans	1,537	946
Service charges and fees on deposit accounts	985	689
Income from bank-owned life insurance	181	193
Other fees and charges	<u>837</u>	<u>514</u>
Total noninterest income	<u>3,540</u>	<u>2,342</u>
Noninterest expenses:		
Salaries and employee benefits	9,451	7,702
Occupancy and equipment	1,772	1,400
Data processing	1,053	813
Printing and office supplies	87	97
Other	<u>2,395</u>	<u>1,977</u>
Total noninterest expenses	<u>14,758</u>	<u>11,989</u>
Earnings before income taxes	8,939	6,391
Income taxes	<u>2,106</u>	<u>1,490</u>
Net earnings	<u>\$ 6,833</u>	<u>4,901</u>

See Accompanying Notes to Consolidated Financial Statements.

FIRST CITRUS BANCORPORATION, INC. AND SUBSIDIARY

Consolidated Statements of Comprehensive Income
(In thousands)

	<u>Year Ended December 31,</u>	
	<u>2021</u>	<u>2020</u>
Net earnings	\$ 6,833	4,901
Other comprehensive income:		
Change in unrealized loss on debt securities-		
Unrealized loss arising during year	(8)	-
Deferred income taxes on above change	<u>1</u>	<u>-</u>
Total other comprehensive income	<u>(7)</u>	<u>-</u>
Comprehensive income	\$ <u>6,826</u>	<u>4,901</u>

See Accompanying Notes to Consolidated Financial Statements.

FIRST CITRUS BANCORPORATION, INC. AND SUBSIDIARY

Consolidated Statements of Stockholders' Equity

Years Ended December 31, 2021 and 2020

(\$ in thousands, except share amounts)

	<u>Class A Preferred Stock</u>		<u>Class B Preferred Stock</u>		<u>Common Stock</u>		<u>Additional Paid-In Capital</u>	<u>Retained Earnings</u>	<u>Accumulated Other Compre- hensive Income</u>	<u>Total Stockholders' Equity</u>
	<u>Shares</u>	<u>Amount</u>	<u>Shares</u>	<u>Amount</u>	<u>Shares</u>	<u>Amount</u>				
Balance at December 31, 2019	95,421	\$ 477	24,930	\$ 125	1,912,368	\$ 9,562	\$ 13,730	\$ 14,128	\$ 6	\$ 38,028
Net earnings	-	-	-	-	-	-	-	4,901	-	4,901
Dividends paid	-	-	-	-	-	-	-	(795)	-	(795)
Proceeds from issuance of common stock	-	-	-	-	11,858	59	140	-	-	199
Stock-based compensation	-	-	-	-	-	-	45	-	-	45
Noncash transfer of stock	<u>(2,867)</u>	<u>(14)</u>	<u>-</u>	<u>-</u>	<u>2,867</u>	<u>14</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balance at December 31, 2020	92,554	463	24,930	125	1,927,093	9,635	13,915	18,234	6	42,378
Net earnings	-	-	-	-	-	-	-	6,833	-	6,833
Dividends paid	-	-	-	-	-	-	-	(925)	-	(925)
Net change in unrealized gain on available for sale, net of tax benefit	-	-	-	-	-	-	-	-	(7)	(7)
Proceeds from issuance of common stock	-	-	-	-	16,146	81	181	-	-	262
Stock-based compensation	-	-	-	-	-	-	36	-	-	36
Noncash transfer of stock	<u>(3,624)</u>	<u>(18)</u>	<u>(474)</u>	<u>(3)</u>	<u>4,098</u>	<u>21</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balance at December 31, 2021	<u>88,930</u>	<u>\$ 445</u>	<u>24,456</u>	<u>\$ 122</u>	<u>1,947,337</u>	<u>\$ 9,737</u>	<u>\$ 14,132</u>	<u>\$ 24,142</u>	<u>\$(1)</u>	<u>\$ 48,577</u>

See Accompanying Notes to Consolidated Financial Statements.

FIRST CITRUS BANCORPORATION, INC. AND SUBSIDIARY

Consolidated Statements of Cash Flows
(In thousands)

	<u>Year Ended December 31,</u>	
	<u>2021</u>	<u>2020</u>
Cash flows from operating activities:		
Net earnings	\$ 6,833	4,901
Adjustments to reconcile net earnings to net cash provided by operating activities:		
Depreciation and amortization	514	432
Provision for loan losses	1,200	784
Deferred income taxes	(340)	(3)
Amortization of premiums and discounts on debt securities, net	1	2
Amortization of subordinated debenture issuance costs	14	-
Accretion of deferred loan fees and costs, net	(4,005)	(1,591)
Gain on loans held for sale	(1,537)	(946)
Loans originated as held for sale	(13,690)	(7,159)
Proceeds from loans held for sale	15,227	8,105
Share-based compensation	36	45
Increase from bank-owned life insurance	(181)	(193)
Decrease (increase) in accrued interest receivable	687	(774)
Decrease (increase) in other assets	2,123	(767)
Increase (decrease) in official checks and other liabilities	718	(1,256)
Net change in operating leases	<u>6</u>	<u>10</u>
Net cash provided by operating activities	<u>7,606</u>	<u>1,590</u>
Cash flows from investing activities:		
Net decrease (increase) in loans	33,855	(96,610)
Purchases of debt securities available for sale	-	(250)
Maturities, principal collections and calls of debt securities available for sale	48	61
Redemption of Federal Home Loan Bank stock	113	1,048
Purchase of premises and equipment, net	<u>(1,234)</u>	<u>(377)</u>
Net cash used in investing activities	<u>32,782</u>	<u>(96,128)</u>
Cash flows from financing activities:		
Net increase in deposits	121,003	127,201
Decrease in Federal Home Loan Bank advances	-	(25,000)
Dividends paid	(925)	(795)
Net proceeds from the sale of common stock	262	199
Net change in subordinated debentures	<u>1,975</u>	<u>3,912</u>
Net cash provided by financing activities	<u>122,315</u>	<u>105,517</u>
Net increase in cash and cash equivalents	162,703	10,979
Cash and cash equivalents at beginning of year	<u>80,823</u>	<u>69,844</u>
Cash and cash equivalents at end of year	\$ <u>243,526</u>	\$ <u>80,823</u>
Supplemental disclosure of cash flow information:		
Cash paid during the year for:		
Interest	\$ <u>2,020</u>	\$ <u>2,868</u>
Income taxes	\$ <u>2,473</u>	\$ <u>2,509</u>
Noncash transactions:		
Right of use asset obtained in exchange for operating lease liability	\$ <u>1,704</u>	<u>-</u>
Accumulated other comprehensive income, net change in unrealized gain on debt securities available for sale	\$ <u>(7)</u>	<u>-</u>

See Accompanying Notes to Consolidated Financial Statements.