

**Farmers Bankshares, Inc.**  
**Consolidated Balance Sheets**  
(\$ in thousands)

	<u>6/30/2020</u>	<u>12/31/2019</u>
Assets	(Unaudited)	
Total cash & cash equivalents	\$ 27,272	\$ 30,010
Available-for-sale securities	168,903	145,300
Non-marketable equity securities	5,286	5,265
Loans held for investment	293,141	266,741
Allowance for loan losses	<u>(6,175)</u>	<u>(5,677)</u>
Loans held for investment, net	286,966	261,064
Premises and equipment, net	6,396	5,796
Goodwill and other intangible assets, net	10,412	10,609
Other real estate owned	672	672
Bank-owned life insurance	11,307	11,157
Other assets	7,663	6,698
Total assets	<u><b>\$ 524,877</b></u>	<u><b>\$ 476,571</b></u>
Liabilities & Stockholders' Equity		
Deposits		
Non-interest bearing	\$ 141,260	\$ 116,235
Interest-bearing deposits	286,306	269,282
Total deposits	<u>427,566</u>	<u>385,517</u>
Federal Home Loan Bank borrowings	15,000	15,000
Capital notes	6,000	6,000
Securities sold under agreements to repurchase	5,417	5,142
Total other liabilities	<u>7,695</u>	<u>6,626</u>
Total liabilities	461,678	418,285
Common stock	388	386
Capital surplus	3,269	3,000
Retained earnings	51,803	50,176
Accumulated other comprehensive income	<u>5,568</u>	<u>2,622</u>
Total Farmers Bankshares, Inc. stockholders' equity	61,028	56,184
Noncontrolling interest	<u>2,171</u>	<u>2,102</u>
Total stockholders' equity	63,199	58,286
Total liabilities and stockholders' equity	<u><b>\$ 524,877</b></u>	<u><b>\$ 476,571</b></u>

**Farmers Bankshares, Inc.**  
**Consolidated Income Statement**  
**For the Six Months Ended June 30,**

	2020	2019
Interest income	(Unaudited)	
Interest and fees on loans held for investment	\$ 6,870,730	\$ 7,209,967
Interest on available-for-sale securities	1,945,534	2,276,824
Interest on federal funds sold	78,275	16,989
Other interest income	68,194	67,249
Total interest and dividend income	8,962,733	9,571,029
 Interest expense		
Interest on deposits	1,029,854	1,237,556
Interest on Federal Home Loan Bank advances	72,471	198,994
Interest on capital notes	97,500	97,500
Interest on repurchase agreements	16,723	13,420
Interest on federal funds purchased	605	35,780
Total interest expense	1,217,153	1,583,250
Net interest income	7,745,580	7,987,779
Provision for loan losses	651,000	-
Net interest income after provision for loan losses	7,094,580	7,987,779
 Noninterest income		
Service charges and other fee income	235,952	284,500
Income from automated teller machines and interchange	269,560	280,311
Insurance commissions	2,964,903	2,811,016
Net gain on disposition of available-for-sale securities	351,912	329,365
Income on bank owned life insurance	150,506	153,278
Other income	303,120	42,440
Total noninterest income	4,275,953	3,900,910
 Noninterest expense		
Salaries and employee benefits	4,982,496	5,102,259
Occupancy and equipment	997,336	1,027,778
Bank franchise and other taxes	346,412	223,802
Advertising and marketing	204,866	295,982
Data processing	774,339	813,705
Other noninterest expense	1,177,501	1,246,675
Total non-interest expense	8,482,950	8,710,201
Income before income taxes and noncontrolling interest	2,887,583	3,178,488
Income tax expense	339,464	392,725
Net income	2,548,119	2,785,763
Net income attributable to noncontrolling interest	181,998	132,205
Net income attributable to Farmers Bankshares, Inc.	<b>\$ 2,366,121</b>	<b>\$ 2,653,558</b>