

JEFFERSONVILLE BANCORP

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Press Release

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Company Press Release

Jeffersonville Bancorp Announces Second Quarter Earnings of \$2,031,000 or \$0.48 per share and Year to Date Earnings of \$3,821,000 or \$0.90 per share; Declares Dividend of \$0.15

JEFFERSONVILLE, N.Y., August 9, 2022 (PRIME NEWSWIRE) -- Jeffersonville Bancorp, Inc. (OTCQB - JFBC) announced today second quarter net income of \$2,031,000 or \$0.48 per share compared to \$1,735,000 or \$0.41 per share for the same quarter in 2021. The increase in quarterly net income compared to 2021 of \$296,000 was primarily attributable to an increase in securities and other interest and dividends of \$739,000 and a decrease in total non-interest expense of \$122,000, partially offset by a decrease in loan interest and fees of \$305,000, a decrease in unrealized securities gains of \$173,000, and an increase in tax expense of \$70,000.

Year to date net income as of June 30, 2022 was \$3,821,000 or \$0.90 per share compared to \$3,049,000 or \$0.72 per share for the same period in 2021. The increase in year-to-date net income compared to 2021 of \$772,000 was primarily attributable to an increase in securities and other interest and dividends of \$1,136,000 and a decrease in total non-interest expense of \$236,000, partially offset by a decrease in unrealized gains on securities of \$284,000, an increase in income tax expense of \$192,000, and a decrease in loan interest and fees of \$133,000 compared to the same period in 2021.

"Higher levels of securities investments and higher rates on balances held at the Federal Reserve Bank contributed to higher net interest income in the second quarter," said George W. Kinne, Jr., President and CEO, "With the Federal Reserve Board determined to curb inflation by increasing the federal funds rate, our balance sheet is well positioned to take advantage of a rising rate environment, especially in the near term."

A cash dividend in the amount of fifteen cents (\$0.15) per share on the common stock of the company was declared at the August 9, 2022 meeting of the Board of Directors. The

dividend is payable on September 1, 2022 to stockholders of record at the close of business on August 23, 2022.

Jeffersonville Bancorp is a one-bank holding company, which owns all the capital stock of Jeff Bank. Jeff Bank maintains ten full-service branches in Sullivan and Orange County, New York located in Anawana Lake Road/Monticello, Eldred, Callicoon, Jeffersonville, Liberty, Livingston Manor, Monticello, Port Jervis, White Lake, and Wurtsboro.

Jeffersonville Bancorp and Subsidiary
Consolidated Balance Sheets

(In thousands, except share and per share data)

As of	June 30, 2022	December 31, 2021
ASSETS		
Cash and cash equivalents	\$ 131,524	\$ 165,137
Securities available for sale, at fair value	242,280	205,286
Equity securities held at fair value	1,744	1,694
Securities held to maturity, fair value of \$8,365 at June 30, 2022 and \$9,774 at December 31, 2021	8,370	9,411
Loans, net of allowance for loan losses of \$3,986 at June 30, 2022 and \$4,005 at December 31, 2021	296,739	288,486
Accrued interest receivable	2,798	2,319
Bank-owned life insurance	19,853	19,703
Foreclosed real estate	491	548
Premises and equipment, net	5,997	6,131
Restricted investments	483	487
Other assets	<u>11,320</u>	<u>5,666</u>
Total Assets	<u>\$ 721,599</u>	<u>\$ 704,868</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities		
Deposits:		
Demand deposits (non-interest bearing)	\$ 206,152	\$ 193,862
NOW and super NOW accounts	137,267	131,957
Savings and insured money market deposits	239,863	226,631
Time deposits	<u>64,892</u>	<u>66,711</u>
Total Deposits	648,174	619,161
Other liabilities	<u>6,352</u>	<u>6,633</u>
Total Liabilities	<u>654,526</u>	<u>625,794</u>
Stockholders' equity		
Series A preferred stock, no par value; 2,000,000 shares authorized, none issued	—	—
Common stock, \$0.50 par value; 11,250,000 shares authorized, 4,767,786 shares issued with 4,234,505 outstanding	2,384	2,384
Paid-in capital	6,483	6,483
Treasury stock, at cost; 533,281 shares	(4,965)	(4,965)
Retained earnings	76,837	74,286
Accumulated other comprehensive (loss) gain	<u>(13,666)</u>	<u>886</u>
Total Stockholders' Equity	<u>67,073</u>	<u>79,074</u>
Total Liabilities and Stockholders' Equity	<u>\$ 721,599</u>	<u>\$ 704,868</u>

This does not represent complete financial statements. Complete financial statements may be found at www.jeffbank.com

Jeffersonville Bancorp and Subsidiary
Consolidated Statements of Income

(In thousands, except per share data)

For the Three Months Ended June 30,	2022	2021
Interest and Dividend Income		
Loan interest and fees	\$ 3,515	\$ 3,820
Securities:		
Taxable	945	585
Tax-exempt	655	497
Other interest and dividend income	294	73
Total Interest and Dividend Income	5,409	4,975
Interest Expense on Deposits	86	91
Net interest income	5,323	4,884
Provision for loan losses	—	—
Net Interest Income after Provision for Loan Losses	5,323	4,884
Non-Interest Income		
Service charges	246	207
Fee income	487	510
Earnings on bank-owned life insurance	76	76
Net gain on sale of securities	(5)	—
Unrealized gain on equity securities	(74)	99
Other non-interest income	74	107
Total Non-Interest Income	804	999
Non-Interest Expense		
Salaries and employee benefits	2,247	2,415
Occupancy and equipment expenses	441	404
Foreclosed real estate expense, net	—	—
Other non-interest expenses	958	949
Total Non-Interest Expenses	3,646	3,768
Income before income tax expense	2,481	2,115
Income tax expense	450	380
Net Income	\$ 2,031	\$ 1,735
Basic earnings per common share	\$ 0.48	\$ 0.41
Average common shares outstanding	4,235	4,235
Cash dividends declared per share	\$ 0.15	\$ 0.15

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Consolidated Statements of Income

(In thousands, except per share data)

For the Six Months Ended June 30,	2022	2021
Interest and Dividend Income		
Loan interest and fees	\$ 7,131	\$ 7,264
Securities:		
Taxable	1,644	1,100
Tax-exempt	1,301	979
Other interest and dividend income	<u>392</u>	<u>122</u>
Total Interest and Dividend Income	10,468	9,465
Interest Expense on Deposits		
	<u>169</u>	<u>195</u>
Net interest income	10,299	9,270
Provision for loan losses	<u>—</u>	<u>—</u>
Net Interest Income after Provision for Loan Losses	<u>10,299</u>	<u>9,270</u>
Non-Interest Income		
Service charges	477	397
Fee income	925	959
Earnings on bank-owned life insurance	151	152
Net gain on securities	(5)	3
Unrealized gain (loss) on equity securities	50	334
Other non-interest income	<u>118</u>	<u>172</u>
Total Non-Interest Income	<u>1,716</u>	<u>2,017</u>
Non-Interest Expense		
Salaries and employee benefits	4,605	4,833
Occupancy and equipment expenses	885	892
Foreclosed real estate expense, net	(70)	17
Other non-interest expenses	<u>1,952</u>	<u>1,866</u>
Total Non-Interest Expenses	<u>7,372</u>	<u>7,608</u>
Income before income tax expense	4,643	3,679
Income tax expense	<u>822</u>	<u>630</u>
Net Income	<u>\$ 3,821</u>	<u>\$ 3,049</u>
Basic earnings per common share	<u>\$ 0.90</u>	<u>\$ 0.72</u>
Average common shares outstanding	<u>4,235</u>	<u>4,235</u>
Cash dividends declared per share	<u>\$ 0.30</u>	<u>\$ 0.30</u>

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