

JEFFERSONVILLE BANCORP

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Press Release

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Company Press Release

Jeffersonville Bancorp Announces Second Quarter Earnings of \$3,031,000 or \$0.72 per share and Year to Date Earnings of \$5,584,000 or \$1.32 per share; Declares Dividend of \$0.15

JEFFERSONVILLE, N.Y., August 13, 2024 (PRIME NEWSWIRE) -- Jeffersonville Bancorp, Inc. (OTCQB - JFBC) announced today second quarter net income of \$3,031,000 or \$0.72 per share compared to \$3,196,000 or \$0.75 per share for the same quarter in 2023. The decrease in quarterly net income compared to 2023 of \$165,000 was primarily attributable to an increase in provision expense of \$496,000 consisting of \$57,000 in provision expense and a negative provision of \$439,000 recorded in the same period in 2023, an increase in interest expense of \$330,000, and an increase in salaries and employee benefits expense of \$211,000, partially offset by an increase in loan interest and fees income of \$487,000, and an increase in other non-interest income of \$444,000 attributable to bank owned life insurance proceeds recognized in the current quarter.

Year to date net income as of June 30, 2024 was \$5,584,000 or \$1.32 per share compared to \$5,856,000 or \$1.38 per share for the same period in 2023. The decrease in year-to-date net income compared to 2023 of \$272,000 was primarily attributable to an increase in interest expense of \$1,073,000, an increase in provision expense of \$784,000 consisting of \$164,000 in provision expense and a negative provision of \$620,000 recorded in the same period in 2023, and an increase in salaries and employee benefits expense of \$343,000, partially offset by an increase in loan interest and fees income of \$937,000, a decrease in net losses on securities of \$783,000, and an increase in unrealized gains on equity securities of \$221,000 compared to the same period in 2023.

"Net interest income compared to the same period last year is nearly identical, with higher rates on loans and balances held at the Federal Reserve Bank offsetting an increase in interest expense," said George W. Kinne, Jr., President and CEO, "Our stable, low-cost deposit base and liquidity position place us near the top of our peer group in those areas. Our tangible capital is already robust at 12% and should continue to grow through earnings

accretion and improvement in the value of securities if the Federal Reserve begins to cut interest rates as expected later this year.”

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 13, 2024 meeting of the Board of Directors. The dividend is payable on September 6, 2024 to stockholders of record at the close of business on August 27, 2024.

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, 2024	December 31, 2023
ASSETS		
Cash and cash equivalents	\$ 96,049	\$ 82,208
Securities available for sale, at fair value	210,756	220,987
Equity securities held at fair value	535	517
Securities held to maturity, fair value of \$6,804 at June 30, 2024 and \$6,643 at December 31, 2023	6,857	6,703
Loans, net of allowance for credit losses of \$4,348 at June 30, 2024 and \$4,311 at December 31, 2023	332,815	334,187
Accrued interest receivable	3,124	2,965
Bank-owned life insurance	20,292	20,309
Foreclosed real estate	1,467	492
Premises and equipment, net	5,927	5,753
Restricted investments	526	506
Other assets	13,540	13,305
Total Assets	<u>\$ 691,888</u>	<u>\$ 687,932</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities		
Deposits:		
Demand deposits (non-interest bearing)	\$ 182,163	\$ 180,096
NOW and super NOW accounts	115,287	108,905
Savings and insured money market deposits	194,996	195,608
Brokered Deposits	25,000	25,004
Time deposits	58,973	64,792
Total Deposits	576,419	574,405
FRB Borrowing	24,450	25,000
Other liabilities	7,676	7,760
Total Liabilities	<u>608,545</u>	<u>607,165</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	92,733	89,055
Accumulated other comprehensive (loss) gain	(13,292)	(12,190)
Total Stockholders' Equity	<u>83,343</u>	<u>80,767</u>
Total Liabilities and Stockholders' Equity	<u>\$ 691,888</u>	<u>\$ 687,932</u>

This does not represent complete financial statements. Complete financial statements may be found at www.jeff.bank

Jeffersonville Bancorp and Subsidiary
Consolidated Statements of Income
(In thousands, except per share data)

For the Three Months Ended June 30,	2024	2023
Interest and Dividend Income		
Loan interest and fees	\$ 4,820	\$ 4,333
Securities:		
Taxable	1,136	1,226
Tax-exempt	642	666
Other interest and dividend income	1,070	1,080
Total Interest and Dividend Income	7,668	7,305
Interest Expense		
	886	556
Net interest income	6,782	6,749
Provision for credit losses	57	(439)
Net Interest Income after Provision for Loan Losses	6,725	7,188
Non-Interest Income		
Service charges	219	226
Fee income	477	482
Earnings on bank-owned life insurance	81	76
Net gain (loss) on sale of securities	—	2
Unrealized loss on equity securities	13	(130)
Other non-interest income	535	91
Total Non-Interest Income	1,325	747
Non-Interest Expense		
Salaries and employee benefits	2,541	2,330
Occupancy and equipment expenses	418	398
Foreclosed real estate expense, net	24	—
Other non-interest expenses	1,220	1,143
Total Non-Interest Expenses	4,203	3,871
Income before income tax expense	3,847	4,064
Income tax expense	816	868
Net Income	\$ 3,031	\$ 3,196
Basic earnings per common share	\$ 0.72	\$ 0.75
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,	2024	2023
Interest and Dividend Income		
Loan interest and fees	\$ 9,495	\$ 8,558
Securities:		
Taxable	2,299	2,466
Tax-exempt	1,288	1,334
Other interest and dividend income	<u>2,193</u>	<u>1,850</u>
Total Interest and Dividend Income	<u>15,275</u>	<u>14,208</u>
Interest Expense	<u>1,790</u>	<u>717</u>
Net interest income	13,485	13,491
Provision for loan losses	<u>164</u>	<u>(620)</u>
Net Interest Income after Provision for Loan Losses	<u>13,321</u>	<u>14,111</u>
Non-Interest Income		
Service charges	443	464
Fee income	889	929
Earnings on bank-owned life insurance	160	148
Net loss on securities	—	(783)
Unrealized gain (loss) on equity securities	18	(203)
Other non-interest income	<u>590</u>	<u>486</u>
Total Non-Interest Income	<u>2,100</u>	<u>1,041</u>
Non-Interest Expense		
Salaries and employee benefits	5,123	4,780
Occupancy and equipment expenses	872	834
Foreclosed real estate expense, net	66	10
Other non-interest expenses	<u>2,315</u>	<u>2,128</u>
Total Non-Interest Expenses	<u>8,376</u>	<u>7,752</u>
Income before income tax expense	7,045	7,400
Income tax expense	<u>1,461</u>	<u>1,544</u>
Net Income	<u>\$ 5,584</u>	<u>\$ 5,856</u>
Basic earnings per common share	<u>\$ 1.32</u>	<u>\$ 1.38</u>
Average common shares outstanding	<u>4,235</u>	<u>4,235</u>
Cash dividends declared per share	<u>\$ 0.45</u>	<u>\$ 0.40</u>

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