

JEFFERSONVILLE BANCORP

PO Box 398

Jeffersonville, NY 12748

845-482-4000

Press Release

For More Information, call: 845-482-4000

Contact: George W. Kinne, Jr., President – CEO

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Company Press Release

Jeffersonville Bancorp Announces Third Quarter Earnings of \$3,092,000 or \$0.73 per share and Year to Date Earnings of \$8,676,000 or \$2.05 per share; Declares Dividend of \$0.15

JEFFERSONVILLE, N.Y., November 12, 2024 (PRIME NEWSWIRE) -- Jeffersonville Bancorp, Inc. (OTCQB - JFBC) announced today third quarter net income of \$3,092,000 or \$0.73 per share compared to \$2,972,000 or \$0.70 per share for the same quarter in 2023. The increase in quarterly net income compared to 2023 of \$120,000 was primarily attributable to an increase of \$397,000 in loan interest and fees, partially offset by an increase in salaries and employee benefits of \$133,000, an increase in interest expense of \$65,000, and an increase in income tax expense of \$37,000. One-time differences between the periods were a one-time gain on sale of foreclosed real estate of \$191,000 in the current quarter offset by a negative provision for credit losses of \$148,000 and a realized loss on the sale of securities of \$88,000 in the same quarter last year.

Year to date net income as of September 30, 2024 was \$8,676,000 or \$2.05 per share compared to \$8,828,000 or \$2.08 per share for the same period in 2023. The decrease in year-to-date net income compared to 2023 of \$152,000 was primarily attributable to an increase in interest expense of \$1,138,000, an increase in salaries and employee benefits of \$476,000, and a decrease in securities income of \$245,000, partially offset by an increase in loan interest and fees of \$1,334,000, and an increase in other interest and dividend income of \$273,000 compared to the same period in 2023. One-time differences between the periods were a loss on the sale of securities of \$871,000 and an unrealized loss on equity securities of \$185,000 in the same period last year, offset by a negative provision of \$768,000 in the same period last year and a gain on the sale of foreclosed real estate of \$191,000 in the current period.

"The Company has been able to maintain its net interest margin at favorable levels, with interest on loans outpacing an increase in interest expense," said George W. Kinne, Jr.,

President and CEO, “With the Federal Reserve cutting interest rates near the end of the quarter, we reduced and may in the future eliminate high-rate wholesale funding using excess cash and securities runoff or sales. We continue to outperform peers in most metrics and should maintain solid results if the path of Fed rate cuts is as gradual as they have signaled.”

A cash dividend in the amount of fifteen cents (\$0.15) per share on the common stock of the company was declared at the November 12, 2024 meeting of the Board of Directors. The dividend is payable on December 6, 2024 to stockholders of record at the close of business on November 26, 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	September 30, 2024	December 31, 2023
ASSETS		
Cash and cash equivalents	\$ 64,881	\$ 82,208
Securities available for sale, at fair value	208,938	220,987
Equity securities held at fair value	557	517
Securities held to maturity, fair value of \$7,449 at September 30, 2024 and \$6,643 at December 31, 2023	7,375	6,703
Loans, net of allowance for credit losses of \$4,352 at September 30, 2024 and \$4,311 at December 31, 2023	335,722	334,187
Accrued interest receivable	3,018	2,965
Bank-owned life insurance	20,377	20,309
Foreclosed real estate	492	492
Premises and equipment, net	5,916	5,753
Restricted investments	526	506
Other assets	12,235	13,305
Total Assets	\$ 660,037	\$ 687,932
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities		
Deposits:		
Demand deposits (non-interest bearing)	\$ 187,470	\$ 180,096
NOW and super NOW accounts	108,045	108,905
Savings and insured money market deposits	183,634	195,608
Brokered Deposits	—	25,004
Time deposits	58,549	64,792
Total Deposits	537,698	574,405
FRB Borrowing	24,450	25,000
Other liabilities	8,229	7,760
Total Liabilities	570,377	607,165
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	95,190	89,055
Accumulated other comprehensive loss	(9,432)	(12,190)
Total Stockholders' Equity	89,660	80,767
Total Liabilities and Stockholders' Equity	\$ 660,037	\$ 687,932

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 September 30,	2024	2023
Interest and Dividend Income		
Loan interest and fees	\$ 4,925	\$ 4,528
Securities:		
Taxable	1,137	1,155
Tax-exempt	646	660
Other interest and dividend income	<u>1,172</u>	<u>1,242</u>
Total Interest and Dividend Income	7,880	7,585
Interest Expense		
	<u>867</u>	<u>802</u>
Net interest income	7,013	6,783
Provision (negative provision) for credit losses	<u>31</u>	<u>(148)</u>
Net Interest Income after Provision for Loan Losses	<u>6,982</u>	<u>6,931</u>
Non-Interest Income		
Service charges	235	219
Fee income	469	531
Earnings on bank-owned life insurance	86	76
Gain on sale of foreclosed real estate	191	—
Net gain (loss) on sale of securities	1	(88)
Unrealized gain on equity securities	21	18
Other non-interest income	<u>52</u>	<u>48</u>
Total Non-Interest Income	<u>1,055</u>	<u>804</u>
Non-Interest Expense		
Salaries and employee benefits	2,508	2,375
Occupancy and equipment expenses	427	432
Foreclosed real estate expense, net	14	10
Other non-interest expenses	<u>1,164</u>	<u>1,151</u>
Total Non-Interest Expenses	<u>4,113</u>	<u>3,968</u>
Income before income tax expense	3,924	3,767
Income tax expense	<u>832</u>	<u>795</u>
Net Income	<u>\$ 3,092</u>	<u>\$ 2,972</u>
Basic earnings per common share	<u>\$ 0.73</u>	<u>\$ 0.70</u>
Average common shares outstanding	<u>4,235</u>	<u>4,235</u>
Cash dividends declared per share	<u>\$ 0.15</u>	<u>\$ 0.15</u>

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Consolidated Statements of Income

(In thousands, except per share data)

For the Nine Months Ended September 30,	2024	2023
Interest and Dividend Income		
Loan interest and fees	\$ 14,420	\$ 13,086
Securities:		
Taxable	3,436	3,621
Tax-exempt	1,934	1,994
Other interest and dividend income	<u>3,365</u>	<u>3,092</u>
Total Interest and Dividend Income	23,155	21,793
Interest Expense	<u>2,657</u>	<u>1,519</u>
Net interest income	20,498	20,274
Provision (negative provision) for loan losses	<u>195</u>	<u>(768)</u>
Net Interest Income after Provision for Loan Losses	<u>20,303</u>	<u>21,042</u>
Non-Interest Income		
Service charges	678	683
Fee income	1,358	1,460
Earnings on bank-owned life insurance	246	224
Gain on sale of foreclosed real estate	191	—
Net gain (loss) on securities	1	(871)
Unrealized gain (loss) on equity securities	39	(185)
Other non-interest income	<u>642</u>	<u>534</u>
Total Non-Interest Income	<u>3,155</u>	<u>1,845</u>
Non-Interest Expense		
Salaries and employee benefits	7,631	7,155
Occupancy and equipment expenses	1,299	1,266
Foreclosed real estate expense, net	80	20
Other non-interest expenses	<u>3,479</u>	<u>3,279</u>
Total Non-Interest Expenses	<u>12,489</u>	<u>11,720</u>
Income before income tax expense	10,969	11,167
Income tax expense	<u>2,293</u>	<u>2,339</u>
Net Income	<u>\$ 8,676</u>	<u>\$ 8,828</u>
Basic earnings per common share	<u>\$ 2.05</u>	<u>\$ 2.08</u>
Average common shares outstanding	<u>4,235</u>	<u>4,235</u>
Cash dividends declared per share	<u>\$ 0.60</u>	<u>\$ 0.55</u>

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