

**FRANKLIN BANK & TRUST COMPANY**  
**A WHOLLY OWNED SUBSIDIARY OF FRANKLIN BANCORP, INC.**  
**BALANCE SHEET AS OF DECEMBER 31**  
*(DOLLAR AMOUNTS IN THOUSANDS)*

<b>ASSETS</b>	<b>2020</b>	<b>2019</b>
Cash and Balances Due From Depository Institutions:		
Noninterest-Bearing Balances and Currency and Coin	\$15,928	\$19,733
Interest Bearing Balances	69,546	37,373
Securities Available for Sale	3,057	5,469
Federal Funds Sold and Securities Purchased to Resell	2,134	1,060
Loans and Lease Financing Receivables:		
Loans and Leases, Net of Unearned Income	524,454	462,834
LESS: Allowance for Loan and Lease Losses	7,012	4,882
Loans and Leases, Net of Unearned Income and Allowance	517,442	457,952
Premises and Fixed Assets (Including Capitalized Leases)	9,853	10,148
Other Real Estate Owned	417	1,328
Other Assets	21,204	18,472
<b>TOTAL ASSETS</b>	<b><u>\$639,581</u></b>	<b><u>\$551,535</u></b>
 <b>LIABILITIES</b>		
Deposits:	\$518,809	\$441,679
Noninterest-Bearing	128,589	96,334
Interest Bearing	390,220	345,345
Other Borrowed Money	42,869	39,058
Other Liabilities	4,251	2,757
<b>TOTAL LIABILITIES</b>	<b><u>565,929</u></b>	<b><u>483,494</u></b>
 <b>EQUITY CAPITAL</b>		
Common Stock	176	176
Surplus	49,824	46,490
Undivided Profits and Capital Reserves	23,661	21,339
Net Unrealized Holding Gains (Losses) on Available for Sale Securities	(9)	36
<b>TOTAL EQUITY CAPITAL</b>	<b><u>73,652</u></b>	<b><u>68,041</u></b>
 <b>TOTAL LIABILITIES AND EQUITY CAPITAL</b>	<b><u>\$639,581</u></b>	<b><u>\$551,535</u></b>

**UNAUDITED**

**STATEMENT OF INCOME FOR TWELVE MONTHS ENDED DECEMBER 31**

	<b>2020</b>	<b>2019</b>
<b>INTEREST INCOME:</b>		
Real Estate Loans	\$15,967	\$15,988
Commercial and All Other Loans	9,990	8,760
Interest Income on Balances Due from Depository Institutions	194	882
All Securities	111	112
Federal Funds Sold	8	42
Other Interest Income	60	83
<b>TOTAL INTEREST INCOME</b>	<b><u>26,330</u></b>	<b><u>25,867</u></b>
 <b>INTEREST EXPENSE:</b>		
Transaction Deposit Accounts	220	389
Savings Deposits	656	1,116
Time Certificates of Deposit of \$250,000 or More	106	101
All Other Time Deposits	3,121	3,936
Other Borrowed Money	1024	1111
<b>TOTAL INTEREST EXPENSE</b>	<b><u>5,127</u></b>	<b><u>6,653</u></b>
 <b>NET INTEREST INCOME</b>	<b>21,203</b>	<b>19,214</b>
 <b>PROVISION FOR LOAN AND LEASE LOSSES</b>	<b>2,279</b>	<b>1,672</b>
 <b>NONINTEREST INCOME:</b>		
Income from Fiduciary Activities	796	787
Service Charges on Deposit Accounts	1,561	2,702
Other Noninterest Income	411	747
<b>TOTAL NONINTEREST INCOME</b>	<b><u>2,768</u></b>	<b><u>4,236</u></b>
 <b>GAINS(LOSSES) ON SECURITIES</b>	<b>29</b>	<b>0</b>
 <b>NONINTEREST EXPENSE:</b>		
Salaries and Employee Benefits	7,222	6,850
Expenses of Premises and Fixed Assets	1,190	995
Other Noninterest Expense	4,983	4,838
<b>TOTAL NONINTEREST EXPENSE</b>	<b><u>13,395</u></b>	<b><u>12,683</u></b>
 <b>INCOME (LOSS) BEFORE TAXES</b>	<b>8,326</b>	<b>9,095</b>
<b>APPLICABLE INCOME TAXES</b>	<b><u>1,358</u></b>	<b><u>1,823</u></b>
 <b>NET INCOME (LOSS)</b>	<b><u>\$6,968</u></b>	<b><u>\$7,272</u></b>

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