

FRANKLIN BANK & TRUST COMPANY
A WHOLLY OWNED SUBSIDIARY OF FRANKLIN BANCORP, INC.
BALANCE SHEET AS OF JUNE 30
(DOLLAR AMOUNTS IN THOUSANDS)

ASSETS	2020	2019
Cash and Balances Due From Depository Institutions:		
Noninterest-Bearing Balances and Currency and Coin	\$12,281	\$18,069
Interest Bearing Balances	50,084	34,009
Securities Available for Sale	3,279	6,063
Federal Funds Sold and Securities Purchased to Resell	2,557	2,301
Loans and Lease Financing Receivables:		
Loans and Leases, Net of Unearned Income	520,790	442,961
LESS: Allowance for Loan and Lease Losses	6,482	4,634
Loans and Leases, Net of Unearned Income and Allowance	514,308	438,327
Premises and Fixed Assets (Including Capitalized Leases)	10,034	9,167
Other Real Estate Owned	1,397	0
Other Assets	19,857	17,098
TOTAL ASSETS	<u>\$613,797</u>	<u>\$525,034</u>
LIABILITIES		
Deposits:	\$493,695	\$413,102
Noninterest-Bearing	108,077	89,321
Interest Bearing	385,618	323,781
Federal Funds Purchased and Securities Sold for Repurchase	0	0
Other Borrowed Money	46,706	44,969
Other Liabilities	3,143	2,449
TOTAL LIABILITIES	<u>543,544</u>	<u>460,520</u>
EQUITY CAPITAL		
Common Stock	176	176
Surplus	46,490	42,324
Undivided Profits and Capital Reserves	23,590	22,006
Net unrealized holding gains (losses) on available for sale securities	(3)	8
TOTAL EQUITY CAPITAL	<u>70,253</u>	<u>64,514</u>
TOTAL LIABILITIES AND EQUITY CAPITAL	<u>\$613,797</u>	<u>\$525,034</u>

UNAUDITED

STATEMENT OF INCOME FOR SIX MONTHS ENDED JUNE 30

	2020	2019
INTEREST INCOME:		
Real Estate Loans	\$7,402	\$7,786
Commercial and All Other Loans	5,645	3,481
Interest income on balances due from depository institutions	177	605
Mortgage-backed securities	31	9
All other securities	31	48
Federal Funds Sold	8	22
Other interest income	30	49
TOTAL INTEREST INCOME	<u>13,324</u>	<u>12,000</u>
INTEREST EXPENSE:		
Transaction Deposit Accounts	127	205
Savings Deposits including MMDAs	362	590
Time Deposits of \$250,000 or More	60	53
Time Deposits of less than \$250,000	1,787	1,901
Other Borrowed Money	527	565
TOTAL INTEREST EXPENSE	<u>2,863</u>	<u>3,314</u>
NET INTEREST INCOME	10,461	8,686
PROVISION FOR LOAN AND LEASE LOSSES	1,540	285
NONINTEREST INCOME:		
Income from Fiduciary Activities	366	355
Service Charges on Deposit Accounts	795	1,330
Other Noninterest Income	225	325
TOTAL NONINTEREST INCOME	<u>1,386</u>	<u>2,010</u>
GAINS(LOSSES) ON SECURITIES	29	0
NONINTEREST EXPENSE:		
Salaries and Employee Benefits	3,675	3,453
Expenses of Premises and Fixed Assets	546	476
Other Noninterest Expense	2,602	2,413
TOTAL NONINTEREST EXPENSE	<u>6,823</u>	<u>6,342</u>
INCOME (LOSS) BEFORE TAXES	3,513	4,069
APPLICABLE INCOME TAXES	<u>606</u>	<u>811</u>
NET INCOME (LOSS)	<u>\$2,907</u>	<u>\$3,258</u>