

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

ASSETS	2020	2019
Cash and Balances Due From Depository Institutions:		
Noninterest-Bearing Balances and Currency and Coin	\$13,824	\$20,553
Interest Bearing Balances	34,958	22,347
Securities Available for Sale	3,068	4,481
Federal Funds Sold and Securities Purchased to Resell	6,483	1,823
Loans and Lease Financing Receivables:		
Loans and Leases, Net of Unearned Income	545,716	470,816
LESS: Allowance for Loan and Lease Losses	6,682	4,883
Loans and Leases, Net of Unearned Income and Allowance	539,034	465,933
Premises and Fixed Assets (Including Capitalized Leases)	9,945	10,056
Other Real Estate Owned	427	0
Other Assets	20,500	17,376
TOTAL ASSETS	<u>\$628,239</u>	<u>\$542,569</u>
LIABILITIES		
Deposits:		
Noninterest-Bearing	\$477,482	\$414,034
Interest Bearing	365,266	319,006
Other Borrowed Money	76,255	59,404
Other Liabilities	3,288	3,032
TOTAL LIABILITIES	<u>557,025</u>	<u>476,470</u>
EQUITY CAPITAL		
Common Stock	176	176
Surplus	49,824	42,323
Undivided Profits and Capital Reserves	21,217	23,581
Net unrealized holding gains (losses) on available for sale securities	-3	19
TOTAL EQUITY CAPITAL	<u>71,214</u>	<u>66,099</u>
TOTAL LIABILITIES AND EQUITY CAPITAL	<u>\$628,239</u>	<u>\$542,569</u>

UNAUDITED

STATEMENT OF INCOME FOR NINE MONTHS ENDED SEPTEMBER 30

	2020	2019
INTEREST INCOME:		
Real Estate Loans	\$11,733	\$11,981
Commercial and All Other Loans	7,247	5,695
Securities	87	81
Federal Funds Sold	8	33
Other Interest Income	226	787
TOTAL INTEREST INCOME	<u>19,301</u>	<u>18,577</u>
INTEREST EXPENSE:		
Transaction Deposit Accounts	172	312
Savings Deposits	501	872
Time Certificates of Deposit of \$250,000 or More	86	76
All Other Time Deposits	2,536	2,917
Federal Funds Purchased and Securities Sold U/A to Repurchase	0	1
Other Borrowed Money	775	848
TOTAL INTEREST EXPENSE	<u>4,070</u>	<u>5,026</u>
NET INTEREST INCOME	15,231	13,551
PROVISION FOR LOAN AND LEASE LOSSES	1,982	866
NONINTEREST INCOME:		
Income from Fiduciary Activities	565	567
Service Charges on Deposit Accounts	1,176	2,014
Other Noninterest Income	260	522
TOTAL NONINTEREST INCOME	<u>2,001</u>	<u>3,103</u>
GAINS(LOSSES) ON SECURITIES	29	0
NONINTEREST EXPENSE:		
Salaries and Employee Benefits	5,437	5,130
Expenses of Premises and Fixed Assets	887	731
Other Noninterest Expense	3,840	3,632
TOTAL NONINTEREST EXPENSE	<u>10,164</u>	<u>9,493</u>
INCOME (LOSS) BEFORE TAXES	5,115	6,295
APPLICABLE INCOME TAXES	<u>920</u>	<u>1,257</u>
NET INCOME (LOSS)	<u>\$4,195</u>	<u>\$5,038</u>

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