

**Benchmark Bankshares, Inc.**  
**Consolidated Statements of Financial Condition**

<i>(dollars in thousands, except per share data)</i>	As of December 31,	
	2023	2022
<b>Assets</b>		
Cash and due from banks	\$ 26,601	\$ 20,169
Federal reserve excess balance account	65,117	67,141
Total cash and cash equivalents	91,718	87,309
Interest-bearing time deposits with other banks	5,498	9,998
Investment securities, held to maturity	19,750	19,750
Investment securities, available for sale	96,061	138,932
Trading securities	5,366	4,997
Marketable equity securities	1,776	1,827
Loans, held for sale	-	169
Loans, held for investment	892,227	815,911
Less: Allowance for credit losses	(7,002)	(6,832)
Net Loans, held for investment	885,225	809,079
Premises and equipment, net	21,826	18,658
Bank owned life insurance	22,861	21,822
Accrued interest receivable	3,548	3,254
Deferred income taxes	3,214	4,005
Core deposit intangible asset, net	1,495	1,854
Other assets	3,986	3,018
Total Assets	\$ 1,162,325	\$ 1,124,672
<b>Liabilities and Stockholders' Equity</b>		
<b>Deposits</b>		
Non-interest bearing demand deposits	\$ 261,253	\$ 264,830
Interest-bearing checking deposits	373,196	372,014
Money market deposits	125,197	148,566
Savings deposits	118,323	134,270
Time deposits	175,660	109,513
Total Deposits	1,053,629	1,029,193
Borrowings	1,531	2,703
Index retirement plan liability	2,049	1,592
Dividends payable	1,798	1,716
Accrued interest payable	993	187
Other liabilities	3,633	3,628
Total Liabilities	1,063,633	1,039,018
<b>Stockholders' Equity</b>		
Common stock <sup>(1)(2)</sup>	943	949
Additional paid-in capital	5,862	5,808
Retained earnings	97,373	86,607
Accumulated other comprehensive (loss) income	(5,486)	(7,710)
Total Stockholders' Equity	98,692	85,654
Total Liabilities and Stockholders' Equity	\$ 1,162,325	\$ 1,124,672

<sup>(1)</sup> Common Stock, \$0.21 par value and 8,000,000 shares authorized. 4,493,890 and 4,521,648 shares issued and outstanding as of December 31, 2023 and 2022, respectively.

<sup>(2)</sup> 4,149 and 3,959 shares outstanding as of December 31, 2023 and December 31, 2022, respectively, are restricted shares.

**Benchmark Bankshares, Inc.**  
**Consolidated Statements of Operations and Comprehensive Income**

<i>(dollars in thousands, except share and per share data)</i>	Quarter Ended December 31,		Years Ended December 31,	
	2023	2022	2023	2022
<b>Interest Income</b>				
Interest and fees on loans	\$ 12,451	\$ 10,363	\$ 46,265	\$ 36,309
Interest on investment securities:				
U. S. Government agencies	444	593	2,017	1,549
State and political subdivisions	244	270	1,042	1,093
Mortgage-backed securities	94	1	161	3
Corporate debt	113	112	447	419
Trading securities	63	33	199	135
Other securities	9	4	30	18
Interest on time deposits with other banks	78	106	396	112
Interest on federal funds sold	636	766	2,331	1,690
Total Interest Income	14,133	12,249	52,889	41,329
<b>Interest Expense</b>				
Interest-bearing checking deposits	1,324	180	3,275	538
Money market demand deposits	332	46	898	198
Savings deposits	31	35	136	132
Time deposits	1,477	250	3,754	1,020
Borrowings	17	29	83	127
Total Interest Expense	3,181	539	8,148	2,014
Net Interest Income	10,952	11,710	44,741	39,315
Provision for credit losses	(93)	459	(3)	1,018
Net Interest Income After Provision for Loan Losses	11,044	11,251	44,743	38,297
<b>Other Income</b>				
Service charges on deposit accounts	76	69	300	250
Other service charges and fees	1,495	1,295	5,833	4,864
Gain on sale of loans held for sale	20	126	228	1,038
Gain (loss) on sale of AFS securities	(103)	-	(207)	-
Gain (loss) on sale of other assets	31	(1)	124	3
Bargain purchase gain	-	-	-	687
Other operating income	1,012	914	3,080	1,771
Total Other Income	2,532	2,403	9,359	8,613
<b>Other Expenses</b>				
Salaries and benefits	4,962	4,783	18,586	16,545
Occupancy and equipment	902	622	3,170	2,545
Data processing and information systems	835	730	3,219	3,014
FDIC insurance	170	134	683	524
Bank franchise taxes	167	194	728	720
Other operating expenses	2,126	2,225	8,429	7,065
Total Other Expenses	9,161	8,687	34,814	30,412
Income Before Income Taxes	4,415	4,966	19,288	16,497
Provision for income taxes	921	1,028	3,909	3,258
Net Income	\$ 3,495	\$ 3,938	\$ 15,380	\$ 13,240
<b>Basic Earnings Per Common Share:</b>				
Weighted Average Shares Outstanding	4,495,074	4,515,956	4,511,301	4,516,656
Earnings Per Common Share	\$ 0.78	\$ 0.87	\$ 3.41	\$ 2.93
<b>Diluted Earnings Per Common Share:</b>				
Weighted Average Shares Outstanding	4,495,074	4,515,956	4,511,301	4,524,843
Earnings Per Common Share	\$ 0.78	\$ 0.87	\$ 3.41	\$ 2.93
<b>Other Comprehensive Income, Net of Tax:</b>	2023	2022	2023	2022
Unrealized gain (loss) on AFS securities	\$ 656	\$ (2,022)	\$ (161)	\$ (8,789)
Reclassification of (gains) losses on sale of AFS securities	59	4,044	163	-
Other comprehensive income (loss), net of tax	715	2,022	2	(8,789)
Comprehensive income	\$ 4,210	\$ 5,960	\$ 15,382	\$ 4,451

<b>Benchmark Bankshares, Inc.</b> <b>Selected Ratios</b> (unaudited) <i>(dollars in thousands, except per share data)</i>	As of or for the quarters ended,		For the twelve months ended,	
	December 31,		December 31,	
	<b>2023</b>	2022	<b>2023</b>	2022
Earnings per common share, diluted	\$ 0.78	\$ 0.87	\$ 3.41	\$ 2.93
Return on average assets (ROA)	1.23%	1.40%	1.38%	1.23%
Return on average equity (ROE)	14.24%	18.49%	16.44%	15.83%
Net interest margin (NIM)	4.13%	4.44%	4.29%	3.89%
Efficiency ratio	67.94%	64.73%	64.35%	63.45%
Book value per share	21.96	18.94		
Non-performing assets (NPAs) / total assets	0.18%	0.11%		
Annualized Net Charge-Offs / average total loans	0.01%	0.01%		
Allowance for credit losses on loans / total loans	0.78%	0.84%		
<b>Non-Performing Assets (NPAs)</b>				
Nonaccrual loans	\$ 1,227	\$ 540		
Loans > 90 days past due, but still accruing interest	892	681		
Other real estate owned	-	-		
<b>Total non-performing assets</b>	<b>\$ 2,119</b>	<b>\$ 1,221</b>		
<b>Other Selected Numbers</b>				
Total assets	\$ 1,162,325	\$ 1,124,672		
Loans, net	885,225	809,079		
Deposits	1,053,629	1,029,193		
Stockholders' equity	98,692	85,654		
Quarterly average assets	1,125,623	1,116,708		
Quarterly average loans	879,623	801,086		
Quarterly average earning assets	1,051,704	1,046,270		
Quarterly average deposits	1,018,910	1,021,643		
Quarterly average equity	97,354	84,492		