

Benchmark Bankshares, Inc.
Consolidated Statements of Financial Condition
(unaudited)

<i>(Dollars in thousands, except per share data)</i>	June 30, 2024	December 31, 2023	June 30, 2023
Assets			
Cash and due from banks	\$ 19,857	\$ 26,601	\$ 17,989
Federal reserve excess balance account	61,901	65,117	69,792
Total cash and cash equivalents	81,758	91,718	87,781
Interest-bearing time deposits with other banks	499	5,498	9,998
Investment securities, held to maturity	19,750	19,750	19,750
Investment securities, available for sale	77,507	95,024	104,493
Trading securities	5,377	5,366	5,147
Marketable equity securities	2,979	2,813	1,868
Loans, held for sale	327	-	-
Loans, held for investment	959,641	892,227	844,354
Less: Allowance for credit losses	(7,461)	(7,002)	(6,980)
Net Loans, held for investment	952,180	885,225	837,374
Premises and equipment, net	22,054	21,826	21,130
Bank owned life insurance	26,768	22,861	22,640
Accrued interest receivable	4,007	3,548	3,225
Deferred income taxes	3,523	3,214	3,912
Core deposit intangible asset, net	1,330	1,495	1,670
Other assets	4,823	3,987	3,662
Total Assets	\$ 1,202,882	\$ 1,162,325	\$ 1,122,650
Liabilities and Stockholders' Equity			
Deposits			
Non-interest bearing demand deposits	\$ 264,815	\$ 261,253	\$ 308,174
Interest-bearing checking deposits	417,135	373,196	327,123
Money market deposits	113,956	125,197	126,708
Savings deposits	117,217	118,323	125,469
Time deposits	175,830	175,660	132,236
Total Deposits	1,088,953	1,053,629	1,019,710
Borrowings	1,405	1,531	2,123
Index retirement plan liability	2,521	2,049	2,010
Dividends payable	1,874	1,798	1,809
Accrued interest payable	921	993	469
Other liabilities	4,581	3,633	3,766
Total Liabilities	1,100,255	1,063,633	1,029,887
Stockholders' Equity			
Common stock ^{(1) (2)}	936	943	949
Additional paid-in capital	5,864	5,862	5,849
Retained earnings	101,612	97,373	92,777
Accumulated other comprehensive loss	(5,785)	(5,486)	(6,812)
Total Stockholders' Equity	102,627	98,692	92,763
Total Liabilities and Stockholders' Equity	\$ 1,202,882	\$ 1,162,325	\$ 1,122,650

⁽¹⁾ Common Stock, \$0.21 par value and 8,000,000 shares authorized. 4,462,194 shares issued and outstanding as of June 30, 2024; 4,493,890 shares issued and outstanding as of December 31, 2023; 4,521,257 shares issued and outstanding as of June 30, 2023.

⁽²⁾ Restricted shares outstanding are 4,317 as of June 30, 2024 and 4,149 as of March 31, 2024 and December 31, 2023 and June 30, 2023, respectively.

Benchmark Bankshares, Inc.
Consolidated Statements of Operations

(unaudited)

<i>(Dollars in thousands, except share and per share data)</i>	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
Interest Income				
Loans, including fees	\$ 13,891	\$ 11,270	\$ 26,942	\$ 21,983
Investment securities:				
U. S. Government agencies	392	553	785	1,139
State and political subdivisions	214	266	427	538
Mortgage-backed securities	207	8	395	9
Corporate debt	112	111	225	222
Trading securities	61	49	115	89
Other securities	8	8	17	16
Time deposits with other banks	6	105	80	210
Federal funds sold	633	555	1,252	1,133
Total Interest Income	15,524	12,925	30,238	25,339
Interest Expense				
Interest-bearing checking deposits	1,616	641	2,975	943
Money market demand deposits	406	217	765	252
Savings deposits	33	35	64	70
Time deposits	1,523	773	3,100	1,238
Borrowings	11	22	24	47
Total Interest Expense	3,589	1,688	6,928	2,550
Net Interest Income	11,935	11,237	23,310	22,789
Provision for (release of) credit losses	337	(29)	466	258
Net Interest Income After Provision for Credit Losses	11,598	11,266	22,844	22,531
Other Income				
Service charges on deposit accounts	413	394	821	782
Other service charges and fees	1,063	1,016	2,034	2,367
Gain on sale of loans held for sale	54	45	96	134
Loss on sale of securities, available-for-sale	-	(104)	-	(104)
Loss on sale of other assets	-	(8)	(16)	(8)
Other operating income	766	800	1,636	1,588
Total Other Income	2,296	2,143	4,571	4,759
Other Expenses				
Salaries and benefits	5,175	4,465	10,310	8,862
Occupancy and equipment	839	767	1,740	1,474
Data processing and information systems	744	835	1,532	1,579
FDIC insurance	201	184	388	329
Bank franchise taxes	205	190	400	379
Other operating expenses	2,129	2,132	4,422	4,131
Total Other Expenses	9,293	8,573	18,792	16,754
Income Before Income Taxes	4,601	4,836	8,623	10,536
Provision for income taxes	932	976	1,745	2,145
Net Income	\$ 3,669	\$ 3,860	\$ 6,878	\$ 8,391
Basic Earnings Per Common Share:				
Weighted Average Shares Outstanding	4,473,031	4,517,473	4,479,088	4,518,244
Earnings Per Common Share	\$ 0.82	\$ 0.86	\$ 1.54	\$ 1.86
Diluted Earnings Per Common Share:				
Weighted Average Shares Outstanding	4,473,031	4,517,473	4,479,088	4,518,244
Earnings Per Common Share	\$ 0.82	\$ 0.86	\$ 1.54	\$ 1.86

Benchmark Bankshares, Inc.**Selected Ratios** (unaudited)*(dollars in thousands, except per share data)*

	As of or for the quarters ended,			For the six months ended,	
	June 30, 2024	March 31, 2024	June 30, 2023	June 30, 2024	2023
Earnings per common share, diluted	\$ 0.82	\$ 0.72	\$ 0.86	\$ 1.54	\$ 1.86
Return on average assets (ROA)	1.25%	1.13%	1.39%	1.19%	1.52%
Return on average equity (ROE)	14.24%	12.97%	16.62%	13.45%	18.61%
Net interest margin (NIM)	4.36%	4.28%	4.32%	4.31%	4.39%
Efficiency ratio	65.30%	69.59%	64.07%	67.39%	60.82%
Book value per share	23.00	22.62	21.83		
Non-performing assets (NPAs) / total assets	0.22%	0.21%	0.17%		
Annualized Net Charge-Offs / average total loans	0.02%	0.00%	0.02%		
Allowance for credit losses on loans / total loans	0.78%	0.77%	0.83%		

Non-Performing Assets (NPAs)

Nonaccrual loans	\$ 1,621	\$ 1,244	\$ 879
Loans > 90 days past due, but still accruing interest	1,008	1,256	980
Other real estate owned	-	-	-
Total non-performing assets	\$ 2,629	\$ 2,500	\$ 1,859

Other Selected Numbers

Total assets	\$ 1,202,882	\$ 1,178,488	\$ 1,122,650
Loans, net	952,180	919,420	837,374
Deposits	1,088,953	1,067,530	1,019,710
Stockholders' equity	102,627	101,330	92,763
Quarterly average assets	1,179,120	1,151,934	1,115,475
Quarterly average loans	946,900	911,627	841,701
Quarterly average earning assets	1,097,967	1,076,946	1,043,699
Quarterly average deposits	1,066,618	1,042,239	1,013,222
Quarterly average equity	103,333	100,327	93,147