

**Benchmark Bankshares, Inc.**  
**CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION**  
(Unaudited)

<b>Assets</b>	<b>March 31, 2023</b>	<b>December 31, 2022</b>	<b>March 30, 2022</b>
Cash and due from banks	\$ 16,391,998	\$ 20,168,671	\$ 16,133,756
Federal reserve excess balance account	55,320,152	67,140,594	256,901,628
Total cash and cash equivalents	<u>\$ 71,712,150</u>	<u>\$ 87,309,265</u>	<u>\$ 273,035,384</u>
Interest-bearing time deposits with other banks	9,997,995	9,997,995	996,995
Investment securities, held to maturity	19,750,000	19,750,000	13,250,000
Investment securities, available for sale	140,076,221	138,931,791	71,132,113
Trading securities	5,103,992	4,996,635	4,816,923
Marketable equity securities	1,867,904	1,827,447	2,979,021
Loans, held for sale	-	168,555	745,150
Loans, held for investment	835,649,162	815,910,810	678,294,644
Less: Allowance for loan losses	<u>(7,017,555)</u>	<u>(6,831,926)</u>	<u>(5,971,920)</u>
Net Loans, held for investment	828,631,607	809,247,439	673,067,874
Premises and equipment, net	18,616,363	18,658,474	16,897,922
Bank owned life insurance	21,929,714	21,822,154	18,118,161
Accrued interest receivable	3,363,744	3,254,058	2,327,073
Deferred income taxes	3,847,088	4,005,222	2,589,354
Core deposit intangible asset, net	1,760,641	1,854,112	-
Right of use assets	535,524	452,276	633,937
Other assets	2,620,332	2,565,371	3,221,520
Total Assets	<u>\$ 1,129,813,275</u>	<u>\$ 1,124,672,239</u>	<u>\$ 1,083,066,277</u>
<b>Liabilities and Stockholders' Equity</b>			
<b>Deposits</b>			
Demand (noninterest-bearing)	\$ 281,240,617	\$ 264,830,005	\$ 259,434,496
Interest-bearing checking accounts	363,775,633	372,013,872	330,634,007
Money market accounts	126,113,394	148,565,754	168,359,544
Savings accounts	132,649,767	134,269,852	116,741,844
Time Deposits	<u>124,819,534</u>	<u>109,513,262</u>	<u>116,016,505</u>
Total Deposits	1,028,598,945	1,029,192,745	991,186,396
Borrowings	2,414,655	2,702,937	3,551,770
Index retirement plan liability	1,837,830	1,592,287	1,609,364
Dividends payable	-	1,716,016	-
Lease liability - buildings and equipment	543,863	465,154	644,493
Accrued interest payable	316,948	186,737	169,961
Accrued income tax payable	1,301,146	-	485,119
Other liabilities	<u>3,871,026</u>	<u>3,162,372</u>	<u>3,192,144</u>
Total Liabilities	1,038,884,413	1,039,018,248	1,000,839,247
<b>Stockholders' Equity</b>			
Common Stock <sup>(1)</sup>	947,762	948,715	947,847
Additional paid-in capital	5,826,182	5,808,102	5,622,193
Retained earnings	90,725,520	86,607,134	78,839,637
Unrealized security gains net of tax effect	<u>(6,570,602)</u>	<u>(7,709,960)</u>	<u>(3,182,647)</u>
Total Stockholders' Equity	90,928,862	85,653,991	82,227,030
Total Liabilities and Stockholders' Equity	<u>\$ 1,129,813,275</u>	<u>\$ 1,124,672,239</u>	<u>\$ 1,083,066,277</u>

(1) Common Stock, \$0.21 par value and 8,000,000 shares authorized. 4,517,109 shares issued and outstanding as of March 31, 2023; 4,521,648 shares issued and outstanding as of December 31, 2022; 4,518,422 shares issued and outstanding as of March 31, 2022.

**Benchmark Bankshares, Inc.**  
**CONDENSED CONSOLIDATED STATEMENTS OF EARNINGS**  
(Unaudited)

	Three Months Ended March 31,	
	<u>2023</u>	<u>2022</u>
<b>Interest Income</b>		
Interest and fees on loans	\$ 10,713,097	\$ 8,019,423
Interest on investment securities		
State and political subdivisions	271,643	280,100
U. S. Government agencies	586,492	58,568
Trading securities	40,383	30,007
Mortgage-backed securities	746	759
Other Securities	118,425	94,518
Time deposits with other banks	104,581	2,301
Interest on federal funds sold	578,560	102,215
Total Interest Income	<u>12,413,927</u>	<u>8,587,891</u>
<b>Interest Expense</b>		
Interest-bearing checking deposits	336,948	165,753
Savings deposits	34,956	29,727
Time deposits	464,825	274,817
Borrowings	24,815	33,722
Total Interest Expense	<u>861,544</u>	<u>504,019</u>
Net Interest Income	11,552,383	8,083,872
Provision for Loan Losses	287,289	87,693
Net Interest Income After Provision for Loan Losses	11,265,094	7,996,179
<b>Other Income</b>		
Service charges on deposit accounts	1,739,672	1,189,092
Gain on sale of loans	89,058	417,834
Gain (loss) on sale of AFS securities	-	-
Gain (loss) on sale of other real estate owned	-	(314)
Other operating income	787,708	182,274
Total Other Income	<u>2,616,438</u>	<u>1,788,886</u>
<b>Other Expenses</b>		
Salaries and Benefits	4,397,109	4,015,887
Occupancy expense	709,437	650,775
Depreciation	333,364	301,212
FDIC insurance expense	145,196	125,374
Debit card expense	646,877	465,881
Internet banking expense	249,516	194,139
Bank franchise taxes	189,456	175,422
Other operating expenses	1,510,809	1,363,950
Total Other Expenses	<u>8,181,764</u>	<u>7,292,640</u>
Income Before Income Taxes	5,699,768	2,492,425
Provision for Income Taxes	1,169,036	464,517
Net Income	<u>\$ 4,530,732</u>	<u>\$ 2,027,908</u>
Earnings Per Common Share - Basic & Diluted	<u>\$ 1.00</u>	<u>\$ 0.45</u>