

Paragon Financial Solutions, Inc.
Consolidated Statements of Financial Condition

	December 31, 2023 (unaudited)	December 31, 2022
ASSETS		
Cash, cash equivalents & fed funds sold	\$ 12,198,290	\$ 12,241,404
Securities, available for sale	60,226,596	70,430,180
Loans, net	652,151,572	548,130,451
Restricted equity securities, at cost	1,829,900	2,591,100
Fixed assets	12,430,376	7,874,920
Other real estate owned	-	51,000
Other assets	12,601,492	12,478,751
Total assets	\$ 751,438,226	\$ 653,797,806
LIABILITIES AND SHAREHOLDERS' EQUITY		
Non-interest-bearing demand deposits	\$ 118,115,344	\$ 159,227,646
Interest-bearing deposits		
Interest-bearing checking	161,912,291	131,746,951
Savings and money market demand	161,827,778	139,728,604
Certificates of deposit	227,167,660	135,466,968
Total deposits	669,023,073	566,170,169
Repurchase agreements	2,369,122	3,197,207
Short-term borrowings	10,000,000	28,000,000
Revolving line of credit	6,070,000	-
Accrued interest and other liabilities	10,059,537	7,030,565
Total liabilities	697,521,732	604,397,941
Total shareholders' equity	53,916,494	49,399,865
Total liabilities and shareholders' equity	\$ 751,438,226	\$ 653,797,806
Tangible Book Value Per Share	\$ 12.08	\$ 11.21

Paragon Financial Solutions, Inc.
Consolidated Statement of Operations (unaudited)

	Three Months Ended December 31,			
	2023	2022	\$ Change	% Change
Interest and dividend income:				
Loans, including fees	\$ 10,810,765	\$ 7,480,051	\$ 3,330,714	44.53%
Securities, available for sale	371,928	414,937	(43,009)	-10.37%
Federal funds sold and other	45,675	35,754	9,921	27.75%
Total interest income	11,228,368	7,930,742	3,297,626	41.58%
Interest expense:				
Deposits	4,912,753	1,359,586	3,553,167	261.34%
Securities sold under agreements to repurchase	19,369	14,886	4,483	30.12%
Federal funds purchased and other borrowings	350,930	299,584	51,346	17.14%
Total interest expense	5,283,052	1,674,056	3,608,996	215.58%
Net interest income	5,945,316	6,256,686	(311,370)	-4.98%
Provision for loan losses	-	-	-	0.00%
Net interest income after provision for loan losses	5,945,316	6,256,686	(311,370)	-4.98%
Non-interest income	577,607	582,420	(4,813)	-0.83%
Non-interest expense				
Salaries and employee benefits	3,475,864	3,454,307	21,557	0.62%
Occupancy and equipment expense	746,298	542,552	203,746	37.55%
Other expenses	1,451,189	1,118,057	333,132	29.80%
Total operating expenses	5,673,351	5,114,916	558,435	10.92%
Income (loss) before income taxes	849,572	1,724,190	(874,618)	-50.73%
Income tax expense (benefit)	335,536	443,712	(108,176)	-24.38%
Net income (loss)	\$ 514,036	\$ 1,280,478	\$ (766,442)	-59.86%
Basic earnings per share	\$ 0.12	\$ 0.29	\$ (0.17)	

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	Year Ended December 31,			
	2023	2022	\$ Change	% Change
Interest and dividend income:				
Loans, including fees	\$ 37,781,302	\$ 22,265,778	\$ 15,515,524	69.68%
Securities, available for sale	1,484,404	1,436,710	47,694	3.32%
Federal funds sold and other	203,744	112,327	91,417	81.38%
Total interest income	39,469,450	23,814,815	15,654,635	65.73%
Interest expense:				
Deposits	14,676,132	2,140,243	12,535,889	585.72%
Securities sold under agreements to repurchase	87,341	26,876	60,465	224.98%
Federal funds purchased and other borrowings	1,055,075	551,295	503,780	91.38%
Total interest expense	15,818,548	2,718,414	13,100,134	481.90%
Net interest income	23,650,902	21,096,401	2,554,501	12.11%
Provision for loan losses	-	-	-	0.00%
Net interest income after provision for loan losses	23,650,902	21,096,401	2,554,501	12.11%
Non-interest income	2,176,200	2,731,966	(555,766)	-20.34%
Non-interest expense				
Salaries and employee benefits	13,529,346	12,648,910	880,436	6.96%
Occupancy and equipment expense	2,624,145	1,999,454	624,691	31.24%
Other expense	4,956,525	3,925,750	1,030,775	26.26%
Total operating expenses	21,110,016	18,574,114	2,535,902	13.65%
Income (loss) before income taxes	4,717,086	5,254,253	(537,167)	-10.22%
Income tax expense (benefit)	777,437	1,314,623	(537,186)	-40.86%
Net income (loss)	\$ 3,939,649	\$ 3,939,630	\$ 19	0.00%
Basic earnings per share	\$ 0.89	\$ 0.90	\$ (0.01)	