

**Paragon Financial Solutions, Inc.**  
**Consolidated Statements of Financial Condition**

	<b>June 30, 2024</b> <b>(unaudited)</b>	<b>December 31,</b> <b>2023</b>
<b>ASSETS</b>		
Cash, cash equivalents & fed funds sold	\$ 19,032,874	\$ 12,198,290
Securities, available for sale	49,948,517	60,226,596
Loans, net	676,773,371	652,151,572
Restricted equity securities, at cost	2,401,600	1,829,900
Fixed assets	13,359,867	12,430,376
Other assets	12,644,218	12,627,643
<b>Total assets</b>	<b>\$ 774,160,447</b>	<b>\$ 751,464,377</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Non-interest-bearing demand deposits	\$ 155,078,354	\$ 118,115,345
Interest-bearing deposits		
Interest-bearing checking	166,174,224	161,912,291
Savings and money market demand	171,377,267	161,827,778
Certificates of deposit	171,483,837	227,167,660
<b>Total deposits</b>	<b>664,113,682</b>	<b>669,023,074</b>
Repurchase agreements	2,219,637	2,369,122
Short-term borrowings	33,000,000	10,000,000
Revolving line of credit	6,070,000	6,070,000
Accrued interest and other liabilities	12,678,962	10,085,687
<b>Total liabilities</b>	<b>718,082,281</b>	<b>697,547,883</b>
<b>Total shareholders' equity</b>	<b>56,078,166</b>	<b>53,916,494</b>
<b>Total liabilities and shareholders' equity</b>	<b>\$ 774,160,447</b>	<b>\$ 751,464,377</b>
<b>Tangible Book Value Per Share</b>	<b>\$ 12.47</b>	<b>\$ 12.08</b>

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

	Three Months Ended June 30,			
	2024	2023	\$ Change	% Change
<b>Interest and dividend income:</b>				
Loans, including fees	\$ 11,688,005	\$ 8,996,329	\$ 2,691,676	29.92%
Securities, available for sale	327,049	395,023	(67,974)	-17.21%
Federal funds sold and other	93,004	45,870	47,134	102.76%
<b>Total interest income</b>	<b>12,108,058</b>	<b>9,437,222</b>	<b>2,670,836</b>	<b>28.30%</b>
<b>Interest expense:</b>				
Deposits	4,848,923	3,215,689	1,633,234	50.79%
Securities sold under agreements to repurchase	21,321	24,204	(2,883)	-11.91%
Federal funds purchased and other borrowings	340,123	226,026	114,097	50.48%
<b>Total interest expense</b>	<b>5,210,367</b>	<b>3,465,919</b>	<b>1,744,448</b>	<b>50.33%</b>
<b>Net interest income</b>	<b>6,897,691</b>	<b>5,971,303</b>	<b>926,388</b>	<b>15.51%</b>
<b>Provision for loan losses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>
<b>Net interest income after provision for loan losses</b>	<b>6,897,691</b>	<b>5,971,303</b>	<b>926,388</b>	<b>15.51%</b>
<b>Non-interest income</b>	<b>856,648</b>	<b>620,201</b>	<b>236,447</b>	<b>38.12%</b>
<b>Non-interest expense</b>				
Salaries and employee benefits	3,997,136	3,414,267	582,869	17.07%
Occupancy and equipment expense	836,198	614,061	222,137	36.18%
Other expenses	1,332,283	1,170,004	162,279	13.87%
<b>Total operating expenses</b>	<b>6,165,617</b>	<b>5,198,332</b>	<b>967,285</b>	<b>18.61%</b>
<b>Income (loss) before income taxes</b>	<b>1,588,722</b>	<b>1,393,172</b>	<b>195,550</b>	<b>14.04%</b>
<b>Income tax expense (benefit)</b>	<b>430,281</b>	<b>374,803</b>	<b>55,478</b>	<b>14.80%</b>
<b>Net income (loss)</b>	<b>\$ 1,158,441</b>	<b>\$ 1,018,369</b>	<b>\$ 140,072</b>	<b>13.75%</b>
<b>Basic earnings per share</b>	<b>\$ 0.26</b>	<b>\$ 0.23</b>	<b>\$ 0.03</b>	

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

	<b>Six Months Ended June 30,</b>			
	<b>2024</b>	<b>2023</b>	<b>\$ Change</b>	<b>% Change</b>
<b>Interest and dividend income:</b>				
Loans, including fees	\$ 22,952,538	\$ 17,153,804	\$ 5,798,734	33.80%
Securities, available for sale	672,299	791,345	(119,046)	-15.04%
Federal funds sold and other	152,152	100,415	51,737	51.52%
<b>Total interest income</b>	<b>23,776,989</b>	<b>18,045,564</b>	<b>5,731,425</b>	<b>31.76%</b>
<b>Interest expense:</b>				
Deposits	10,116,569	5,636,384	4,480,185	79.49%
Securities sold under agreements to repurchase	44,212	47,528	(3,316)	-6.98%
Federal funds purchased and other borrowings	706,312	319,075	387,237	121.36%
<b>Total interest expense</b>	<b>10,867,093</b>	<b>6,002,987</b>	<b>4,864,106</b>	<b>81.03%</b>
<b>Net interest income</b>	<b>12,909,896</b>	<b>12,042,577</b>	<b>867,319</b>	<b>7.20%</b>
<b>Provision for loan losses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>
<b>Net interest income after provision for loan losses</b>	<b>12,909,896</b>	<b>12,042,577</b>	<b>867,319</b>	<b>7.20%</b>
<b>Non-interest income</b>	<b>1,733,759</b>	<b>1,429,111</b>	<b>304,648</b>	<b>21.32%</b>
<b>Non-interest expense</b>				
Salaries and employee benefits	7,877,257	6,610,547	1,266,710	19.16%
Occupancy and equipment expense	1,622,187	1,201,652	420,535	35.00%
Other expense	2,602,443	2,252,947	349,496	15.51%
<b>Total operating expenses</b>	<b>12,101,887</b>	<b>10,065,146</b>	<b>2,036,741</b>	<b>20.24%</b>
<b>Income (loss) before income taxes</b>	<b>2,541,768</b>	<b>3,406,542</b>	<b>(864,774)</b>	<b>-25.39%</b>
<b>Income tax expense (benefit)</b>	<b>699,316</b>	<b>884,574</b>	<b>(185,258)</b>	<b>-20.94%</b>
<b>Net income (loss)</b>	<b>\$ 1,842,452</b>	<b>\$ 2,521,968</b>	<b>\$ (679,516)</b>	<b>-26.94%</b>
<b>Basic earnings per share</b>	<b>\$ 0.41</b>	<b>\$ 0.57</b>	<b>\$ (0.16)</b>	