

**Annual Disclosure Statement**

**DECEMBER 2021**

**for FFIEC 051 Bank BANK OF PERRY COUNTY**

This statement has not been reviewed or confirmed for accuracy or relevance by the Federal Deposit Insurance Corporation.  
Federal Deposit Insurance Corporation Format (FFIEC 051)

## Balance Sheet

(Dollar Amounts in Thousands)

ASSETS	December 31,	
	2021	2020
Cash and balances due from depository institutions:		
Noninterest-bearing balances and currency and coin	4,222	6,104
Interest-bearing balances	709	826
Securities:		
Held-to-maturity securities	10,012	6,894
Available-for-sale debt securities	0	0
Equity securities with readily determinable fair values not held for trading	0	0
Federal funds sold and securities purchased under agreements to resell:		
Federal funds sold	29,055	17,258
Securities purchased under agreements to resell	0	0
Loans and lease financing receivables:		
Loans and leases held for sale	0	0
Loans and leases held for investment	157,478	152,716
LESS: Allowance for loan and lease losses	1,624	1,728
Loans and leases held for investment, net of allowance	<b>155,854</b>	<b>150,988</b>
Trading assets	0	0
Premises and fixed assets (including capitalized leases)	3,123	3,427
Other real estate owned	513	436
Investments in unconsolidated subsidiaries and associated companies	0	35
Direct and indirect investments in real estate ventures	0	0
Other intangible assets (from Schedule RC-M)	0	0
Other assets	6,051	5,929
Total assets	<b>209,539</b>	<b>191,897</b>

continued.....

## Balance Sheet

(Dollar Amounts in Thousands)

December 31,

## LIABILITIES

	2021	2020
Deposits:		
In domestic offices	178,276	159,944
Noninterest-bearing	43,556	38,353
Interest-bearing	134,720	121,591
Federal funds purchased and securities sold under agreements to repurchase:		
Federal funds purchased	0	0
Securities sold under agreements to repurchase	0	0
Trading liabilities	0	0
Other borrowed money (includes mortgage indebtedness and obligations under capitalized leases)	12,755	14,425
Subordinated notes and debentures	0	0
Other liabilities	357	325
<b>Total liabilities</b>	<b>191,388</b>	<b>174,694</b>

## EQUITY CAPITAL

Perpetual preferred stock and related surplus	0	0
Common stock	70	70
Surplus (exclude all surplus related to preferred stock)	70	70
Retained earnings	18,011	17,063
Accumulated other comprehensive income	0	0
Other equity capital components	0	0
<b>Total Bank equity capital</b>	<b>18,151</b>	<b>17,203</b>
Noncontrolling (minority) interests in consolidated subsidiaries	0	0
<b>Total equity capital</b>	<b>18,151</b>	<b>17,203</b>
<b>Total liabilities and equity capital</b>	<b>209,539</b>	<b>191,897</b>

continued.....

## Income Statement

(Dollar Amounts in Thousands)

December 31,

Interest Income:	2021	2020
Interest and fee income on loans:		
Loans secured by real estate:		
Loans secured by 1-4 family residential properties	4,118	4,014
All other loans secured by real estate	2,316	2,162
Commercial and industrial loans	644	835
Loans to individuals for household, family, and other personal expenditures:		
Credit cards	0	0
Other (includes revolving credit plans other than credit cards, automobile loans, and other consumer loans)	1,869	2,060
All other loans	0	0
Total interest and fee income on loans	<b>8,947</b>	<b>9,071</b>
Income from lease financing receivables	0	0
Interest income on balances due from depository institutions	2	5
Interest and dividend income on securities:		
U.S. Treasury securities and U.S. Government agency obligations (excluding mortgage-backed securities)	93	129
Mortgage-backed securities	11	1
All other securities (includes securities issued by states and political subdivisions in the U.S.)	0	0
Interest income on federal funds sold and securities purchased under agreements to resell	32	35
Other interest income	188	134
Total interest income	<b>9,273</b>	<b>9,375</b>
Interest expense:		
Interest on deposits:		
Transaction accounts (interest-bearing demand deposits, NOW accounts, ATS accounts, and telephone and preauthorized transfer accounts)	34	58
Nontransaction accounts:		
Savings deposits (includes MMDAs)	129	203
Time deposits of \$250,000 or less	682	1,102
Time deposits of more than \$250,000	102	149
Expense of federal funds purchased and securities sold under agreements to repurchase	0	0
Other interest expense	291	342
Total interest expense	<b>1,238</b>	<b>1,854</b>
Net interest income	<b>8,035</b>	<b>7,521</b>
Provision for loan and lease losses	100	275

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## Income Statement

(Dollar Amounts in Thousands)

December 31,

	2021	2020
Noninterest income:		
Income from fiduciary activities	0	0
Service charges on deposit accounts	459	430
Fees and commissions from securities brokerage, investment banking, advisory, and underwriting activities	0	0
Income from insurance activities	16	15
Net servicing fees	0	0
Net gains (losses) on sales of loans and leases	0	0
Net gains (losses) on sales of other real estate owned	4	-10
Net gains (losses) on sales of other assets	0	4
Other noninterest income	622	502
Total noninterest income	<b>1,101</b>	<b>941</b>
Realized gains (losses) on held-to-maturity securities	0	0
Realized gains (losses) on available-for-sale debt securities	0	0
Noninterest expense:		
Salaries and employee benefits	2,784	2,834
Expenses of premises and fixed assets (net of rental income) (excluding salaries and employee benefits and mortgage interest)	688	497
Goodwill impairment losses	0	0
Amortization expense and impairment losses for other intangible assets	0	0
Other noninterest expense	2,000	1,711
Total noninterest expense	<b>5,472</b>	<b>5,042</b>
Income (loss) before change in net unrealized holding gains (losses) on equity securities not held for trading, applicable income taxes, and discontinued operations	<b>3,564</b>	<b>3,145</b>
Change in net unrealized holding gains (losses) on equity securities not held for trading	0	0
Income (loss) before applicable income taxes and discontinued operations	<b>3,564</b>	<b>3,145</b>
Applicable income taxes	306	229
Income (loss) before discontinued operations	<b>3,258</b>	<b>2,916</b>
Discontinued operations, net of applicable income taxes	0	0
Net income (loss) attributable to bank and noncontrolling (minority) interests	<b>3,258</b>	<b>2,916</b>
LESS: Net income (loss) attributable to noncontrolling (minority) interests	0	0
Net income (loss) attributable to bank	<b>3,258</b>	<b>2,916</b>

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## Income Statement

(Dollar Amounts in Thousands)

December 31,

MEMORANDA:

**2021**

**2020**

Income on tax-exempt loans and leases to states and political subdivisions in the U.S.	0	0
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Income on tax-exempt securities issued by states and political subdivisions in the U.S.	0	0
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Number of full-time equivalent employees at end of current period	35	38
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The following item is to be completed by:

- banks with \$300 million or more in total assets, and
- banks with less than \$300 million in total assets that have loans to finance agricultural production and other loans to farmers exceeding five percent of total loans.

Interest and fee income on loans to finance agricultural production and other loans to farmers	N/A	0
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Does the reporting bank have a Subchapter S election in effect for federal income tax purposes for the current tax year?	<b>YES / NO</b>	<b>YES / NO</b>
	YES	YES

*Memorandum item 12 is to be completed by banks that are required to complete Schedule RC-C, Part I, Memorandum items 8.b and 8.c, and is to be completed annually in the December report only.*

Noncash income from negative amortization on closed-end loans secured by 1-4 family residential properties (included in Schedule RI, item 1.a.(1))	N/A	0
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Other-than-temporary impairment losses on held-to-maturity and available-for-sale debt securities recognized in earnings (included in Schedule RI, items 6.a and 6.b)	0	0
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*Memorandum item 15 is to be completed annually in the December report only by institutions with \$1 billion or more in total assets(1) that answered "Yes" to Schedule RC-E, Memorandum item 5.*

Components of service charges on deposit accounts:

Consumer overdraft-related service charges levied on those transaction account and nontransaction savings account deposit products intended primarily for individuals for personal, household, or family use	N/A	0
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Consumer account periodic maintenance charges levied on those transaction account and nontransaction savings account deposit products intended primarily for individuals for personal, household, or family use	N/A	0
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Consumer customer automated teller machine (ATM) fees levied on those transaction account and nontransaction savings account deposit products intended primarily for individuals for personal,household, or family use	N/A	0
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All other service charges on deposit accounts	N/A	0
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## Changes in Equity Capital

(Dollar Amounts in Thousands)

December 31,

	2021	2020
Total bank equity capital most recently reported at the end of the prior year		
Reports of Condition and Income	17,203	16,164
Cumulative effect of changes in accounting principles and corrections of material accounting errors	0	0
Balance end of previous calendar year as restated	17,203	16,164
Net income (loss) attributable to bank	3,258	2,916
Sale, conversion, acquisition, or retirement of capital stock, net (excluding treasury stock transactions)	0	0
Treasury stock transactions, net	0	0
Changes incident to business combinations, net	0	0
LESS: Cash dividends declared on preferred stock	0	0
LESS: Cash dividends declared on common stock	2,310	1,877
Other comprehensive income	0	0
Other transactions with stockholders (including a parent holding company)	0	0
Total bank equity capital end of current period	18,151	17,203

## Changes in Allowances for Credit Losses

### Loans and Leases Held for Investment

Balance most recently reported at the end of the prior year		
Reports of Condition and Income	1,728	1,501
Recoveries	52	53
LESS: Charge-offs	256	101
LESS: Write-downs arising from transfers of financial assets	0	0
Provisions for credit losses	100	275
Adjustments	0	0
Balance end of current period	1,624	1,728

### Held-to-Maturity Debt Securities

Balance most recently reported at the end of the prior year		
Reports of Condition and Income	N/A	0
Recoveries	N/A	0
LESS: Charge-offs	N/A	0
LESS: Write-downs arising from transfers of financial assets	N/A	0
Provisions for credit losses	N/A	0
Adjustments	N/A	0
Balance end of current period	N/A	0

### Available-for-Sale Debt Securities

Balance most recently reported at the end of the prior year		
Reports of Condition and Income	N/A	0
Recoveries	N/A	0
LESS: Charge-offs	N/A	0
LESS: Write-downs arising from transfers of financial assets	N/A	0
Provisions for credit losses	N/A	0
Adjustments	N/A	0
Balance end of current period	N/A	0

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**Past Due and Nonaccrual Loans, Leases, and Other Assets**

(Dollar Amounts in Thousands)

**Past Due 90 days or more and still accruing:**

December 31,

**2021**

**2020**

Loans secured by real estate:

Construction, land development, and other land loans:		
1-4 family residential construction loans	0	0
Other construction loans and all land development and other land loans	0	0
Secured by farmland	0	0
Secured by 1-4 family residential properties:		
Revolving, open-end loans secured by 1-4 family residential properties and extended under lines of credit	0	0
Closed-end loans secured by 1-4 family residential properties		
Secured by first liens	27	0
Secured by junior liens	0	0
Secured by multifamily (5 or more) residential properties	0	0
Secured by nonfarm nonresidential properties:		
Loans secured by owner-occupied nonfarm nonresidential properties	0	0
Loans secured by other nonfarm nonresidential properties	0	0
Loans to depository institutions and acceptances of other banks	0	0
Commercial and industrial loans	0	0
Loans to individuals for household, family, and other personal expenditures:		
Credit cards	0	0
Automobile loans	0	0
Other (includes revolving credit plans other than credit cards and other consumer loans)	0	0
All other loans	0	0
Lease financing receivables	0	0
Total loans and leases	<b>27</b>	<b>0</b>
Debt securities and other assets (exclude other real estate owned and other repossessed assets)	0	0
Loans and leases reported above which are wholly or partially guaranteed by the U.S. Government, excluding loans and leases covered by loss-sharing agreements with the FDIC		
Guaranteed portion of loans and leases included above (exclude rebooked "GNMA loans")	0	0
Rebooked "GNMA loans" that have been repurchased or are eligible for repurchase included above	0	0

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**BANK OF PERRY COUNTY**

(Dollar Amounts in Thousands)

**Past Due 90 days or more and still accruing:**

December 31,

**2021**                      **2020**

MEMORANDA:

Loans restructured in troubled debt restructurings included in Schedule RC-N, items above

Construction, land development, and other land loans:

1-4 family residential construction loans	0	0
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Other construction loans and all land development and other land loans	0	0
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Loans secured by 1-4 family residential properties	0	0
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Secured by multifamily (5 or more) residential properties	0	0
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Secured by nonfarm nonresidential properties:

Loans secured by owner-occupied nonfarm nonresidential properties	0	0
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Loans secured by other nonfarm nonresidential properties	0	0
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Commercial and industrial loans	0	0
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All other loans (Include loans to individuals for household, family, and other personal expenditures)	0	0
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Loans secured by farmland	0	0
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Loans to individuals for household, family, and other personal expenditures:

Credit cards	0	0
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Automobile loans	0	0
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Other consumer loans (includes revolving credit plans other than credit cards and other consumer loans)	0	0
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*The following item is to be completed by:*

- Banks with \$300 million or more in total assets
- Banks with less than \$300 million in total assets that have loans to finance agricultural production and other loans to farmers exceeding five percent of total loans

Loans to finance agricultural production and other loans to farmers	N/A	0
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Total loans restructured in troubled debt restructurings	0	0
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**BANK OF PERRY COUNTY**

(Dollar Amounts in Thousands)

**Past Due 90 days or more and still accruing:**

December 31,

**2021**

**2020**

Loans to finance commercial real estate, construction, and land development activities (not secured by real estate)	0	0
<i>The following item is to be completed by:</i>		
<ul style="list-style-type: none"> <li>• banks with \$300 million or more in total assets</li> <li>• banks with less than \$300 million or more in total assets that have loans to finance agricultural production and other loans to farmers exceeding five percent of total loans:</li> </ul>		
Loans to finance agricultural production and other loans to farmers	N/A	0
<i>The following item is to be completed semiannually in the June and December reports only.</i>		
Loans and leases held for sale	0	0
Purchased credit-impaired loans accounted for in accordance with FASB ASC 310-30 (former AICPA Statement of Position 03-3):		
Outstanding balance	0	0
Amount included in Schedule RC-N, items 1 through 7, above	0	0

continued.....

## Past Due and Nonaccrual Loans, Leases, and Other Assets

(Dollar Amounts in Thousands)

December 31,

**Nonaccrual:****2021****2020**

## Loans secured by real estate:

Construction, land development, and other land loans:		
1-4 family residential construction loans	135	140
Other construction loans and all land development and other land loans	0	0
Secured by farmland	0	0
Secured by 1-4 family residential properties:		
Revolving, open-end loans secured by 1-4 family residential properties and extended under lines of credit	0	0
Closed-end loans secured by 1-4 family residential properties		
Secured by first liens	465	674
Secured by junior liens	0	0
Secured by multifamily (5 or more) residential properties	0	0
Secured by nonfarm nonresidential properties:		
Loans secured by owner-occupied nonfarm nonresidential properties	0	0
Loans secured by other nonfarm nonresidential properties	0	0
Loans to depository institutions and acceptances of other banks	0	0
Commercial and industrial loans	0	160
Loans to individuals for household, family, and other personal expenditures:		
Credit cards	0	0
Automobile loans	0	0
Other (includes revolving credit plans other than credit cards and other consumer loans)	510	0
All other loans	0	0
Lease financing receivables	0	0
Total loans and leases	<b>1,110</b>	<b>974</b>
Debt securities and other assets (exclude other real estate owned and other repossessed assets)	0	0
Loans and leases reported above which are wholly or partially guaranteed by the U.S. Government, excluding loans and leases covered by loss-sharing agreements with the FDIC	0	0
Guaranteed portion of loans and leases included above (exclude rebooked "GNMA loans")	0	0
Rebooked "GNMA loans" that have been repurchased or are eligible for repurchase included above	0	0

continued.....

**BANK OF PERRY COUNTY**

(Dollar Amounts in Thousands)

**Nonaccrual:**

December 31,

**2021**                      **2020**

MEMORANDA:

Loans restructured in troubled debt restructurings included in Schedule RC-N, items above

Construction, land development, and other land loans:		
1-4 family residential construction loans	0	0
Other construction loans and all land development and other land loans	0	0
Loans secured by 1-4 family residential properties	135	10
Secured by multifamily (5 or more) residential properties	0	0
Secured by nonfarm nonresidential properties:		
Loans secured by owner-occupied nonfarm nonresidential properties	0	0
Loans secured by other nonfarm nonresidential properties	0	0
Commercial and industrial loans:	0	0
All other loans (Include loans to individuals for household, family, and other personal expenditures)	0	0
Loans secured by farmland	0	0
Loans to individuals for household, family, and other personal expenditures:		
Credit cards	0	0
Automobile loans	0	0
Other consumer loans (includes revolving credit plans other than credit cards and other consumer loans)	0	0
<i>The following item is to be completed by:</i>		
• Banks with \$300 million or more in total assets		
• Banks with less than \$300 million in total assets that have loans to finance agricultural production and other loans to farmers exceeding five percent of total loans		
Loans to finance agricultural production and other loans to farmers	N/A	0
Total loans restructured in troubled debt restructurings included above	135	10

continued.....

**BANK OF PERRY COUNTY**

(Dollar Amounts in Thousands)

**Nonaccrual:**

December 31,

**2021**                      **2020**

Loans to finance commercial real estate, construction, and land development activities (not secured by real estate)	0	0
<i>The following item is to be completed by:</i>		
<ul style="list-style-type: none"> <li>• banks with \$300 million or more in total assets</li> <li>• banks with less than \$300 million or more in total assets that have loans to finance agricultural production and other loans to farmers exceeding five percent of total loans:</li> </ul>		
Loans to finance agricultural production and other loans to farmers	N/A	0
<i>The following item is to be completed semiannually in the June and December reports only.</i>		
Loans and leases held for sale	0	0
Additions to nonaccrual assets during the previous six months	0	0
Nonaccrual assets sold during the previous six months	0	0
Purchased credit-impaired loans accounted for in accordance with FASB ASC 310-30 (former AICPA Statement of Position 03-3):		
Outstanding balance	0	0
Amount included in Schedule RC-N, items 1 through 7, above	0	0

I do hereby attest that this Disclosure Statement has been prepared in conformance with the instructions issued by the appropriate Federal regulatory authority and is true and correct in the best of my knowledge and belief.

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Officer's Signature	Officer's Title	Date
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