

# JEFFERSONVILLE BANCORP

PO Box 398

Jeffersonville, NY 12748

845-482-4000

## Press Release

For More Information, call: 845-482-4000

Contact: George W. Kinne, Jr., President – CEO

For Release  
February 14, 2023

### Company Press Release

#### **Jeffersonville Bancorp Announces Fourth Quarter Earnings of \$2,803,000 or \$0.66 per share and Year to Date Earnings of \$9,304,000 or \$2.20 per share; Declares Dividend of \$0.15**

JEFFERSONVILLE, N.Y., February 14, 2023 (PRIME NEWSWIRE) -- Jeffersonville Bancorp, Inc. (OTCQB - JFBC) announced today fourth quarter net income of \$2,803,000 or \$0.66 per share compared to \$1,442,000 or \$0.34 per share for the same quarter in 2021. The increase in quarterly net income compared to 2021 of \$1,361,000 was primarily attributable to an increase in loan interest and fees of \$944,000, other interest and dividends of \$723,000, and securities income of \$671,000, partially offset by a decrease in net gain on sale of securities of \$514,000, an increase in tax expense of \$415,000, and an increase in non-interest expense of \$139,000.

Year to date net income as of December 31, 2022 was \$9,304,000 or \$2.20 per share compared to \$5,944,000 or \$1.40 per share for the same period in 2021. The increase in year-to-date net income compared to 2021 of \$3,360,000 was primarily attributable to an increase in securities income of \$2,185,000, other interest and dividends of \$1,584,000, loan interest and fees of \$999,000, and a decrease in total non-interest expense of \$242,000, partially offset by a decrease in realized and unrealized gains on securities of \$684,000 and an increase in income tax expense of \$978,000 compared to the same period in 2021.

"Increases in the federal funds rate by the Federal Reserve board, aimed at curbing high inflation, combined with higher levels of loans and securities investments and already high balances held at the Federal Reserve Bank, contributed to the largest dollar level of profit in the company's history in 2022," said George W. Kinne, Jr., President and CEO, "With the Federal Reserve Board signaling higher rates for a longer period of time, risks to future earnings are rising as competition for deposits is putting pressure on interest expense and liquidity throughout the banking industry. Our balance sheet is well positioned for that operating environment in the near term, and with no borrowed or wholesale funding, we are prepared to respond if those conditions worsen."

A cash dividend in the amount of fifteen cents (\$0.15) per share on the common stock of the company was declared at the February 14, 2023 meeting of the Board of Directors. The dividend is payable on March 6, 2023 to stockholders of record at the close of business on February 27, 2023.

Jeffersonville Bancorp is a one-bank holding company, which owns all the capital stock of Jeff Bank. Jeff Bank maintains ten full-service branches in Sullivan and Orange County, New York located in Anawana Lake Road/Monticello, Eldred, Callicoon, Jeffersonville, Liberty, Livingston Manor, Monticello, Port Jervis, White Lake, and Wurtsboro.

**Jeffersonville Bancorp and Subsidiary**  
**Consolidated Balance Sheets**

(In thousands, except share and per share data)

As of	December 31, 2022	December 31, 2021
<b>ASSETS</b>		
Cash and cash equivalents	\$ 76,750	\$ 165,137
Securities available for sale, at fair value	243,736	205,286
Equity securities held at fair value	1,682	1,694
Securities held to maturity, fair value of \$8,091 at December 31, 2022 and \$9,774 at December 31, 2021	8,196	9,411
Loans, net of allowance for loan losses of \$4,570 at December 31, 2022 and \$4,005 at December 31, 2021	320,177	288,486
Accrued interest receivable	2,985	2,319
Bank-owned life insurance	20,005	19,703
Foreclosed real estate	492	548
Premises and equipment, net	5,562	6,131
Restricted investments	483	487
Other assets	<u>12,959</u>	<u>5,666</u>
Total Assets	<u>\$ 693,027</u>	<u>\$ 704,868</u>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Liabilities		
Deposits:		
Demand deposits (non-interest bearing)	\$ 194,258	\$ 193,862
NOW and super NOW accounts	124,671	131,957
Savings and insured money market deposits	236,890	226,631
Time deposits	<u>61,113</u>	<u>66,711</u>
Total Deposits	616,932	619,161
Other liabilities	<u>7,314</u>	<u>6,633</u>
Total Liabilities	<u>624,246</u>	<u>625,794</u>
Stockholders' equity		
Series A preferred stock, no par value; 2,000,000 shares authorized, none issued	—	—
Common stock, \$0.50 par value; 11,250,000 shares authorized, 4,767,786 shares issued with 4,234,505 outstanding	2,384	2,384
Paid-in capital	6,483	6,483
Treasury stock, at cost; 533,281 shares	(4,965)	(4,965)
Retained earnings	81,048	74,285
Accumulated other comprehensive gain (loss)	<u>(16,169)</u>	<u>887</u>
Total Stockholders' Equity	<u>68,781</u>	<u>79,074</u>
Total Liabilities and Stockholders' Equity	<u>\$ 693,027</u>	<u>\$ 704,868</u>

This does not represent complete financial statements. Complete financial statements may be found at [www.jeff.bank](http://www.jeff.bank)

**Jeffersonville Bancorp and Subsidiary**  
**Consolidated Statements of Income**  
(In thousands, except per share data)

For the Three Months Ended December 31,	2022	2021
<b>Interest and Dividend Income</b>		
Loan interest and fees	\$ 4,363	\$ 3,419
Securities:		
Taxable	1,200	688
Tax-exempt	761	602
Other interest and dividend income	<u>802</u>	<u>79</u>
Total Interest and Dividend Income	7,126	4,788
<b>Interest Expense on Deposits</b>		
	<u>93</u>	<u>86</u>
Net interest income	7,033	4,702
Provision for loan losses	<u>450</u>	<u>450</u>
Net Interest Income after Provision for Loan Losses	<u>6,583</u>	<u>4,252</u>
<b>Non-Interest Income</b>		
Service charges	230	239
Fee income	456	456
Earnings on bank-owned life insurance	75	79
Net gain on sales of securities	(46)	468
Unrealized (loss) gain on equity securities	145	63
Other non-interest income	<u>101</u>	<u>72</u>
Total Non-Interest Income	<u>961</u>	<u>1,377</u>
<b>Non-Interest Expense</b>		
Salaries and employee benefits	2,553	2,430
Occupancy and equipment expenses	413	411
Foreclosed real estate expense, net	0	46
Other non-interest expenses	<u>1,083</u>	<u>1,023</u>
Total Non-Interest Expenses	<u>4,049</u>	<u>3,910</u>
Income before income tax expense	3,495	1,719
Income tax expense (benefit)	<u>692</u>	<u>277</u>
Net Income	<u>\$ 2,803</u>	<u>\$ 1,442</u>
Basic earnings per common share	<u>\$ 0.66</u>	<u>\$ 0.34</u>
Average common shares outstanding	<u>4,235</u>	<u>4,235</u>
Cash dividends declared per share	<u>\$ 0.15</u>	<u>\$ 0.15</u>

This does not represent complete financial statements. Complete financial statements may be found at [www.jeff.bank](http://www.jeff.bank)

**Consolidated Statements of Income**  
(In thousands, except per share data)

For the Year Ended December 31,	2022	2021
<b>Interest and Dividend Income</b>		
Loan interest and fees	\$ 15,109	\$ 14,110
Securities:		
Taxable	3,916	2,454
Tax-exempt	2,823	2,100
Other interest and dividend income	1,865	281
Total Interest and Dividend Income	<u>23,713</u>	<u>18,945</u>
<b>Interest Expense on Deposits</b>		
	<u>360</u>	<u>369</u>
Net interest income	23,353	18,576
Provision for loan losses	450	450
Net Interest Income after Provision for Loan Losses	<u>22,903</u>	<u>18,126</u>
<b>Non-Interest Income</b>		
Service charge	951	855
Fee income	1,915	2,020
Earnings on bank-owned life insurance	302	311
Net gain on securities	(51)	487
Unrealized gain (loss) on equity securities	221	367
Other non-interest income	311	290
Total Non-Interest Income	<u>3,649</u>	<u>4,330</u>
<b>Non-Interest Expense</b>		
Salaries and employee benefits	9,403	9,654
Occupancy and equipment expenses	1,702	1,701
Foreclosed real estate expense, net	(60)	74
Other non-interest expenses	4,015	3,873
Total Non-Interest Expenses	<u>15,060</u>	<u>15,302</u>
Income before income tax expense	11,492	7,154
Income tax expense	2,188	1,210
Net Income	<u>\$ 9,304</u>	<u>\$ 5,944</u>
Basic earnings per common share	<u>\$ 2.20</u>	<u>\$ 1.40</u>
Average common shares outstanding	<u>4,235</u>	<u>4,235</u>
Cash dividends declared per share	<u>\$ 0.60</u>	<u>\$ 0.60</u>

This does not represent complete financial statements. Complete financial statements may be found at [www.ieff.bank](http://www.ieff.bank)