

Paragon Financial Solutions, Inc.
Consolidated Statements of Financial Condition

	March 31, 2022 (unaudited)	December 31, 2021
ASSETS		
Cash, cash equivalents & fed funds sold	\$ 32,787,908	\$ 70,880,581
Securities, available for sale	77,344,612	67,009,232
Loans, net	415,986,091	386,666,700
Restricted equity securities, at cost	1,396,800	1,396,800
Fixed assets	4,784,830	4,400,829
Other real estate owned	102,000	102,000
Other assets	8,869,051	8,367,977
Total assets	\$ 541,271,292	\$ 538,824,119
LIABILITIES AND SHAREHOLDERS' EQUITY		
Non-interest-bearing demand deposits	\$ 166,872,664	\$ 165,391,079
Interest-bearing deposits		
Interest-bearing checking	146,085,060	146,619,386
Savings and money market demand	126,692,135	121,382,545
Certificates of deposit	44,754,293	46,355,008
Total deposits	484,404,152	479,748,018
Repurchase agreements	3,598,471	3,334,588
Accrued interest and other liabilities	4,808,654	5,369,842
Total liabilities	492,811,277	488,452,448
Total shareholders' equity	48,460,015	50,371,671
Total liabilities and shareholders' equity	\$ 541,271,292	\$ 538,824,119
Tangible Book Value Per Share	\$ 11.04	\$ 11.63

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

	Three Months Ended March 31,			
	2022	2021	\$ Change	% Change
Interest and dividend income:				
Loans, including fees	\$ 4,083,411	\$ 4,564,338	\$ (480,927)	-10.54%
Securities, available for sale	276,713	227,772	48,941	21.49%
Federal funds sold and other	23,945	3,489	20,456	586.30%
Total interest income	4,384,069	4,795,599	(411,530)	-8.58%
Interest expense:				
Deposits	182,028	245,428	(63,400)	-25.83%
Securities sold under agreements to repurchase	1,255	1,173	82	6.99%
Federal funds purchased and other borrowings	-	-	-	0.00%
Total interest expense	183,283	246,601	(63,318)	-25.68%
Net interest income	4,200,786	4,548,998	(348,212)	-7.65%
Provision for loan losses	-	973,000	(973,000)	-100.00%
Net interest income after provision for loan losses	4,200,786	3,575,998	624,788	17.47%
Non-interest income	812,868	1,050,433	(237,565)	-22.62%
Non-interest expense				
Salaries and employee benefits	2,985,702	2,204,779	780,923	35.42%
Occupancy and equipment expense	464,480	474,203	(9,723)	-2.05%
Other expense	832,802	776,773	56,029	7.21%
Total operating expenses	4,282,984	3,455,755	827,229	23.94%
Income (loss) before income taxes	730,670	1,170,676	(440,006)	-37.59%
Income tax expense (benefit)	185,094	290,372	(105,278)	-36.26%
Net income (loss)	\$ 545,576	\$ 880,304	\$ (334,728)	-38.02%
Basic earnings per share	\$ 0.12	\$ 0.20	\$ (0.08)	