

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

	<b>September 30, 2024 (unaudited)</b>	<b>December 31, 2023</b>
<b>ASSETS</b>		
Cash, cash equivalents & fed funds sold	\$ 10,713,270	\$ 12,198,290
Securities, available for sale	49,341,602	60,226,596
Loans, net	735,588,095	652,151,572
Restricted equity securities, at cost	2,266,600	1,829,900
Fixed assets	13,852,176	12,430,376
Other assets	12,686,989	12,627,643
<b>Total assets</b>	<b>\$ 824,448,732</b>	<b>\$ 751,464,377</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Non-interest-bearing demand deposits	\$ 129,269,427	\$ 118,115,345
Interest-bearing deposits		
Interest-bearing checking	174,928,568	161,912,291
Savings and money market demand	176,454,818	161,827,778
Certificates of deposit	227,965,177	227,167,660
<b>Total deposits</b>	<b>708,617,990</b>	<b>669,023,074</b>
Repurchase agreements	2,270,340	2,369,122
Short-term borrowings	37,000,000	10,000,000
Revolving line of credit	6,070,000	6,070,000
Accrued interest and other liabilities	11,919,034	10,085,687
<b>Total liabilities</b>	<b>765,877,364</b>	<b>697,547,883</b>
<b>Total shareholders' equity</b>	<b>58,571,368</b>	<b>53,916,494</b>
<b>Total liabilities and shareholders' equity</b>	<b>\$ 824,448,732</b>	<b>\$ 751,464,377</b>
<b>Tangible Book Value Per Share</b>	<b>\$ 12.98</b>	<b>\$ 12.08</b>

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

	<b>Three Months Ended September 30,</b>			
	<b>2024</b>	<b>2023</b>	<b>\$ Change</b>	<b>% Change</b>
<b>Interest and dividend income:</b>				
Loans, including fees	\$ 12,584,449	\$ 9,816,733	\$ 2,767,716	28.19%
Securities, available for sale	314,906	321,131	(6,225)	-1.94%
Federal funds sold and other	47,048	57,654	(10,606)	-18.40%
<b>Total interest income</b>	<b>12,946,403</b>	<b>10,195,518</b>	<b>2,750,885</b>	<b>26.98%</b>
<b>Interest expense:</b>				
Deposits	5,504,420	4,126,995	1,377,425	33.38%
Securities sold under agreements to repurchase	18,616	20,444	(1,828)	-8.94%
Federal funds purchased and other borrowings	548,559	385,070	163,489	42.46%
<b>Total interest expense</b>	<b>6,071,595</b>	<b>4,532,509</b>	<b>1,539,086</b>	<b>33.96%</b>
<b>Net interest income</b>	<b>6,874,808</b>	<b>5,663,009</b>	<b>1,211,799</b>	<b>21.40%</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>6,874,808</b>	<b>5,663,009</b>	<b>1,211,799</b>	<b>21.40%</b>
<b>Non-interest income</b>	<b>1,028,556</b>	<b>169,482</b>	<b>859,074</b>	<b>506.88%</b>
<b>Non-interest expense</b>				
Salaries and employee benefits	4,037,377	3,442,935	594,442	17.27%
Occupancy and equipment expense	894,741	676,195	218,546	32.32%
Other expenses	1,337,214	1,252,389	84,825	6.77%
<b>Total operating expenses</b>	<b>6,269,332</b>	<b>5,371,519</b>	<b>897,813</b>	<b>16.71%</b>
<b>Income (loss) before income taxes</b>	<b>1,634,032</b>	<b>460,972</b>	<b>1,173,060</b>	<b>254.48%</b>
<b>Income tax expense (benefit)</b>	<b>443,068</b>	<b>(442,673)</b>	<b>885,741</b>	<b>200.09%</b>
<b>Net income (loss)</b>	<b>\$ 1,190,964</b>	<b>\$ 903,645</b>	<b>\$ 287,319</b>	<b>31.80%</b>
<b>Basic earnings per share</b>	<b>\$ 0.26</b>	<b>\$ 0.20</b>	<b>\$ 0.06</b>	

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

	<b>Nine Months Ended September 30,</b>			
	<b>2024</b>	<b>2023</b>	<b>\$ Change</b>	<b>% Change</b>
<b>Interest and dividend income:</b>				
Loans, including fees	\$ 35,536,987	\$ 26,970,537	\$ 8,566,450	31.76%
Securities, available for sale	987,205	1,112,476	(125,271)	-11.26%
Federal funds sold and other	199,200	158,069	41,131	26.02%
<b>Total interest income</b>	<b>36,723,392</b>	<b>28,241,082</b>	<b>8,482,310</b>	<b>30.04%</b>
<b>Interest expense:</b>				
Deposits	15,620,989	9,763,379	5,857,610	60.00%
Securities sold under agreements to repurchase	62,828	67,972	(5,144)	-7.57%
Federal funds purchased and other borrowings	1,254,871	704,145	550,726	78.21%
<b>Total interest expense</b>	<b>16,938,688</b>	<b>10,535,496</b>	<b>6,403,192</b>	<b>60.78%</b>
<b>Net interest income</b>	<b>19,784,704</b>	<b>17,705,586</b>	<b>2,079,118</b>	<b>11.74%</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>19,784,704</b>	<b>17,705,586</b>	<b>2,079,118</b>	<b>11.74%</b>
<b>Non-interest income</b>	<b>2,762,315</b>	<b>1,598,593</b>	<b>1,163,722</b>	<b>72.80%</b>
<b>Non-interest expense</b>				
Salaries and employee benefits	11,914,634	10,053,482	1,861,152	18.51%
Occupancy and equipment expense	2,516,928	1,877,847	639,081	34.03%
Other expense	3,939,657	3,505,336	434,321	12.39%
<b>Total operating expenses</b>	<b>18,371,219</b>	<b>15,436,665</b>	<b>2,934,554</b>	<b>19.01%</b>
<b>Income (loss) before income taxes</b>	<b>4,175,800</b>	<b>3,867,514</b>	<b>308,286</b>	<b>7.97%</b>
<b>Income tax expense (benefit)</b>	<b>1,142,384</b>	<b>441,901</b>	<b>700,483</b>	<b>158.52%</b>
<b>Net income (loss)</b>	<b>\$ 3,033,416</b>	<b>\$ 3,425,613</b>	<b>\$ (392,197)</b>	<b>-11.45%</b>
<b>Basic earnings per share</b>	<b>\$ 0.67</b>	<b>\$ 0.77</b>	<b>\$ (0.10)</b>	