Paragon Financial Solutions, Inc.
Consolidated Statements of Financial Condition

	June 30, 2026 (unaudited)	December 31, 2025
ASSETS		
Cash, cash equivalents & fed funds sold	$ 7,695,267	$ 8,744,237
Securities, available for sale	50,570,953	51,017,217
Loans, net	811,979,035	796,279,266
Restricted equity securities, at cost	3,050,900	2,724,300
Fixed assets	14,978,575	14,086,777
Other real estate owned	1,149,905	-
Other assets	18,374,351	15,613,596
Total assets	**$ 907,798,986**	**$ 888,465,393**
LIABILITIES AND SHAREHOLDERS' EQUITY		
Non-interest-bearing demand deposits	$ 135,033,111	$ 127,109,078
Interest-bearing deposits		
Interest-bearing checking	198,017,655	186,402,101
Savings and money market demand	209,038,818	222,114,571
Certificates of deposit	222,223,286	217,999,031
Total deposits	**764,312,870**	**753,624,781**
Repurchase agreements	1,834,207	2,050,537
Short-term borrowings	52,000,000	45,000,000
Revolving line of credit	4,270,000	6,270,000
Accrued interest and other liabilities	12,048,305	12,241,852
Total liabilities	**834,465,382**	**819,187,170**
Total shareholders' equity	**73,333,604**	**69,278,223**
Total liabilities and shareholders' equity	**$ 907,798,986**	**$ 888,465,393**
Tangible Book Value Per Share	**$ 15.73**	**$ 15.13**

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

	Three Months Ended June 30,			
	2026	**2025**	**$ Change**	**% Change**
Interest and dividend income:				
Loans, including fees	$13,267,073	$12,796,609	$ 470,464	3.68%
Securities, available for sale	414,669	327,400	87,269	26.66%
Federal funds sold and other	77,280	431,377	(354,097)	-82.09%
Total interest income	13,759,022	13,555,386	203,636	1.50%
Interest expense:				
Deposits	4,655,186	5,322,290	(667,104)	-12.53%
Securities sold under agreements to repurchase	11,427	16,150	(4,723)	-29.24%
Federal funds purchased and other borrowings	535,136	175,305	359,831	205.26%
Total interest expense	5,201,749	5,513,745	(311,996)	-5.66%
Net interest income	8,557,273	8,041,641	515,632	6.41%
Provision for loan losses	25,000	-	25,000	0.00%
Net interest income after provision for loan losses	8,532,273	8,041,641	490,632	6.10%
Non-interest income	1,039,440	1,054,542	(15,102)	-1.43%
Non-interest expense				
Salaries and employee benefits	4,423,419	4,086,735	336,684	8.24%
Occupancy and equipment expense	942,212	922,792	19,420	2.10%
Other expenses	1,608,311	1,544,138	64,173	4.16%
Total operating expenses	6,973,942	6,553,665	420,277	6.41%
Income (loss) before income taxes	2,597,771	2,542,518	55,253	2.17%
Income tax expense (benefit)	650,145	625,521	24,624	3.94%
Net income (loss)	$ 1,947,626	$ 1,916,997	$ 30,629	1.60%
Basic earnings per share	**$ 0.42**	**$ 0.42**	**$ -**	

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

	Six Months Ended June 30,			
	2026	**2025**	**$ Change**	**% Change**
Interest and dividend income:				
Loans, including fees	$26,105,411	$25,985,676	$ 119,735	0.46%
Securities, available for sale	777,812	654,101	123,711	18.91%
Federal funds sold and other	314,909	484,299	(169,390)	-34.98%
Total interest income	27,198,132	27,124,076	74,056	0.27%
Interest expense:				
Deposits	9,322,495	10,710,068	(1,387,573)	-12.96%
Securities sold under agreements to repurchase	23,902	31,915	(8,013)	-25.11%
Federal funds purchased and other borrowings	1,006,417	536,914	469,503	87.44%
Total interest expense	10,352,814	11,278,897	(926,083)	-8.21%
Net interest income	16,845,318	15,845,179	1,000,139	6.31%
Provision for loan losses	25,000	-	25,000	0.00%
Net interest income after provision for loan losses	16,820,318	15,845,179	975,139	6.15%
Non-interest income	2,033,741	2,283,668	(249,927)	-10.94%
Non-interest expense				
Salaries and employee benefits	8,723,002	8,192,985	530,017	6.47%
Occupancy and equipment expense	1,877,226	1,794,209	83,017	4.63%
Other expenses	3,072,196	2,946,857	125,339	4.25%
Total operating expenses	13,672,424	12,934,051	738,373	5.71%
Income (loss) before income taxes	5,181,635	5,194,796	(13,161)	-0.25%
Income tax expense (benefit)	1,279,887	1,292,698	(12,811)	-0.99%
Net income (loss)	$ 3,901,748	$ 3,902,098	$ (350)	-0.01%
Basic earnings per share	**$ 0.85**	**$ 0.86**	**$ (0.01)**	