



May 26, 2023

Dear Fellow Shareholders,

Total assets decreased slightly from the prior month - ending April at \$450 million. Year-over-year assets are up some \$24 million. While bigger is not necessarily better, the Bank staff is researching the financial and regulatory issues, anticipating the milestone of \$500 million in total assets.

During the period, loan growth was good and currently stands at approximately \$300 million in outstanding credits. The Bank's loan-to-deposit ratio equals 72%, up from 66% from the same period in 2022.

On May 18, 2023, the Board of Directors declared a distribution of \$.50 per share to shareholders of record on that date, payable on Friday, June 2, 2023.

At this writing, the economic outlook is for a slowing economy, smaller and less frequent Fed rate increases, with reduced business borrowing. Rates are expected to stay higher through 2023.

While recession may still be predicted, Americans are going on vacation. The Federal Reserve says the summer of 2023 will be the summer of revenge travel – a term that refers to traveling as a way of making up for lost time due to the pandemic. They say 49% of those surveyed will travel internationally.

As the busy travel season begins, we wish everyone a safe and enjoyable summer. Call us if you need to order foreign currency for your travels.

Sincerely yours,

William Gary Holemon  
President and CEO