



# COMMUNITY BANKERS' BANK

## News Release

### **Community Bankers' Bank & CBB Financial Corp. Announce Second Quarter 2024 Operating Results**

**Midlothian, Virginia, August 5, 2024:** CBB Financial Corp. reported net income of \$63,000 for the three-month period ended June 30, 2024, compared to net income of \$48,000 for the three-month period ended March 31, 2024. Net income of \$111,000 was recorded for the six-month period ended June 30, 2024, compared to net income of \$92,000 for the six-month period ended June 30, 2023. CBB and CBBFC report on a consolidated basis.

The Company continues 2024 with strong financial performance despite the challenges of persistently high interest rates and macroeconomic uncertainty. Highlights include:

- a. DDA balances are up 6% for the year. The additional deposits have been utilized to pay down higher funding costs, allowing for lower interest expense quarter over quarter.
- b. Non-interest income increased 7% year over year. The increase was driven by income from alliance partnerships helping our clients improve their productivity.
- c. Continued focus on managing expenses resulted in a 1% decrease in non-interest expense year over year.

The Bank continues to maintain a strong capital position that exceeds all regulatory requirements to be classified as "well capitalized," with a Community Bank Leverage Ratio of 12.83% at June 30, 2024, compared to 13.044% at December 31, 2023.

Gary R. Shook, President and Chief Executive Officer of CBB Financial Corp. and Community Bankers' Bank, commented, "We are very pleased with the continued improvement in performance as we progress through 2024. Loans are up nicely year over year, which is a testament to the vibrant markets in which CBB is privileged to operate. A big shout-out to our clients and shareholders for enabling our team to make that happen. Fee income has remained strong and will continue to improve as interest rates moderate. Additionally, the CBB Team remains diligent in improving non-interest expense as a community bank-owned cooperative to better provide services to our shareholders and clients. As banks begin to do more portfolio trading, we ask that you give CBB a call to assist. Finally, seeing so many of our bankers out on the summer circuit was gratifying. Please let us know how we can be of greater assistance in growing your banks."

For further information, please contact:

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**CBB Financial Corp & Community Bankers' Bank**  
**Summary Consolidated Financial Data**

**Financial Highlights**  
**(Dollars in thousands)**

	Three Months	Three Months	Six Months	Six Months
	Ended	Ended	Ended	Ended
	June 30	March 31	June 30	June 30
	2024	2024	2024	2023
Description	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
<b>Earnings Summary</b>				
Interest income	\$ 1,864	\$ 1,842	\$ 3,706	\$ 3,282
Interest expense	811	846	1,657	1,242
Net interest income	1,053	996	2,049	2,040
Provision for loan losses	0	0	0	(112)
Noninterest income	639	628	1,267	1,181
Noninterest expense	1,620	1,572	3,192	3,235
Income before income taxes	72	52	124	98
Income tax expense	8	4	13	6
Net income	\$ 64	\$ 48	\$ 111	\$ 92

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	<b>June 30</b>	<b>December 31</b>	<b>June 30</b>
	<b>2024</b>	<b>2023</b>	<b>2023</b>
<b>Description</b>	(Unaudited)	(Unaudited)	(Unaudited)
<b>Ending Balances:</b>			
<b>Assets</b>			
Cash and due from banks	\$ 8,021	\$ 11,248	\$ 8,465
Fed funds sold	6,986	0	725
Investment portfolio	20,198	21,064	23,125
Loans, net of allowance	106,506	111,987	108,444
Other assets	9,701	9,841	9,937
<b>Total assets</b>	<b>\$ 151,412</b>	<b>\$ 154,140</b>	<b>\$ 150,696</b>
<b>Liabilities and Equity</b>			
Noninterest-bearing deposits	\$ 53,566	\$ 50,416	\$ 51,040
Interest-bearing deposits	63,209	60,692	60,631
Fed funds purchased	6,000	13,732	9,000
FHLB borrowings	8,000	9,000	10,000
Other liabilities	2,275	2,112	2,120
<b>Total liabilities</b>	<b>133,050</b>	<b>135,952</b>	<b>132,791</b>
Stockholders' equity	18,362	18,188	17,905
<b>Total liabilities and equity</b>	<b>\$ 151,412</b>	<b>\$ 154,140</b>	<b>\$ 150,696</b>

**CBB Financial Corp & Community Bankers' Bank**  
**Summary Consolidated Financial Data**

**Financial Highlights**  
**(Dollars in thousands)**

	Three Months	Three Months	Six Months	Six Months
	Ended	Ended	Ended	Ended
	June 30	March 31	June 30	June 30
	2024	2024	2024	2023
Description	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
<b>Average Balances:</b>				
<b>Assets</b>				
Cash and due from banks	\$ 11,750	\$ 8,304	\$ 10,027	\$ 8,595
Fed funds sold	2,347	1,862	2,104	4,373
Investment portfolio	20,021	20,637	20,329	24,055
Loans, net of allowance	109,668	112,504	111,086	102,049
Other assets	10,238	10,127	10,182	10,070
Total assets	<u>\$ 154,024</u>	<u>\$ 153,434</u>	<u>\$ 153,728</u>	<u>\$ 149,142</u>
<b>Liabilities and Equity</b>				
Noninterest-bearing deposits	\$ 54,782	\$ 52,707	\$ 53,744	\$ 55,221
Interest-bearing deposits	64,772	63,310	64,041	54,950
Fed funds purchased	6,069	8,632	7,351	10,319
FHLB borrowings	8,000	8,484	8,242	8,663
Other liabilities	2,310	2,219	2,265	2,062
Total liabilities	135,933	135,352	135,643	131,215
Stockholders' equity	18,091	18,082	18,085	17,927
Total liabilities and equity	<u>\$ 154,024</u>	<u>\$ 153,434</u>	<u>\$ 153,728</u>	<u>\$ 149,142</u>

**CBB Financial Corp & Community Bankers' Bank**  
**Summary Consolidated Financial Data**

**Financial Highlights**  
**(Dollars in thousands)**  
**(Except per share data)**

	<b>June 30</b>	<b>December 31</b>	<b>June 30</b>
	<b>2024</b>	<b>2023</b>	<b>2023</b>
	(Unaudited)	(Unaudited)	(Unaudited)
<b>CBBFC Common Share Data:</b>			
Number of shares outstanding	25,460	25,460	25,460
Book Value per Share	\$ 721	\$ 714	\$ 710
<b>Bank Level Capital Ratios:</b>			
Community Bank Leverage Ratio	12.83%	13.04%	12.96%
<b>Asset Quality:</b>			
Nonaccrual Loans	\$ -	\$ -	\$ -
Foreclosed Real Estate (OREO)	-	-	-
Total Non-performing assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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