

Oconee Financial Corporation Reports First Quarter 2021 Results

WATKINSVILLE, Ga., May 05, 2021/PRNewswire/ -- Oconee Financial Corporation ("Oconee") (OTCQX: OSBK) is pleased to report results for the first quarter of 2021. Unaudited net income for the three months ending March 31, 2021, was \$824,221 or \$0.92 per common share. This compares to \$149,342 or \$0.17 per common share for the first quarter of the prior year. This represents a 452% increase in net earnings in the first quarter of 2021 as compared to the same period in 2020. The increase in earnings over the year ago quarter was primarily attributable to increases in net interest income from Paycheck Protection Program (PPP) fees recognized of \$591 thousand and increases in mortgage banking income of \$423 thousand.

Total assets as of March 31, 2021, were \$516.7 million, compared to total assets of \$494.5 million as of December 31, 2020. Total loans were \$326.4 million and deposits were \$467.3 million as of March 31, 2021. This compared to total loans of \$319.6 million and deposits of \$444.7 million at December 31, 2020. For the quarter ended March 31, 2021, total loans increased 2.1% and total deposits increased 5.1% versus December 31, 2020.

Neil Stevens, President and Chief Executive Officer of Oconee stated "we were pleased with our quarterly results, particularly the improvement in earnings over the year ago quarter, as well as the nice growth in loans and deposits during the quarter. We are also happy to report that through the end of April, we have made over \$17 million of loans under the second round of PPP. This is in addition to the \$56 million of PPP loans we made in the first round of PPP. This level of PPP lending demonstrates our commitment to our vision of being essential to the lives, businesses and communities we serve."

Stevens also noted "in March, our board of directors voted to increase our annual dividend from \$0.60 per share to \$0.65 per share, an increase of 8.3%. We're pleased to be able to share a larger portion of our financial success with our shareholders. Also during the first quarter, we converted our downtown Athens loan production office at One Press Place to a full service office. The Athens Financial Center can now offer our customers our full suite of products and services."

Oconee Financial Corporation is headquartered in Watkinsville, Georgia and operates four full-service branches and one limited-service branch. In February 2021, Oconee State bank celebrated 61 years of service and continues to be the only locally owned and operated community bank headquartered in Oconee County. Oconee State Bank has proudly served the local community, providing an unparalleled commitment to personalized service, innovative products and solutions, and strives to bring exceptional value to our customers through local ownership, involvement and decision-making. We continuously strive to create remarkable experiences that significantly mark the lives of others.

OCONEE FINANCIAL CORPORATION
BALANCE SHEET

	3/31/2021	12/31/2020
	(Unaudited)	
<u>ASSETS</u>		
Cash and due from banks	\$ 63,471,003	\$ 76,418,430
Securities available for sale (at fair value)	98,489,775	75,548,813
Other investment	247,400	359,700
Mortgage loans held for sale	9,668,013	6,408,720
Loans, net of unearned income	330,707,661	323,624,861
Allowance for loan loss	(4,304,195)	(4,057,091)
Loans, net	326,403,466	319,567,770
Premises and equipment	6,427,021	5,103,036
Other real estate owned	--	--
Other assets	11,955,318	11,129,233
Total Assets	\$ 516,661,995	\$ 494,535,702
<u>LIABILITIES AND STOCKHOLDERS' EQUITY</u>		
Liabilities:		
Deposits	\$ 467,283,879	\$ 444,701,932
Subordinated debenture, net of capitalized expenses	9,776,484	9,770,497
Dividends payable	582,180	--
Accrued expenses and other liabilities	1,553,078	1,928,168
Total Liabilities	479,195,622	456,400,597
Stockholder's Equity:		
Common Stock	1,795,076	1,794,250
Restricted Stock	(63,724)	(37,976)
Additional Paid in Capital	4,159,822	4,147,114
Retained earnings	31,093,020	30,850,978
Unrealized gain/loss on securities	482,180	1,380,739
Total Stockholder's Equity	37,466,373	38,135,105
Total Liabilities and Stockholder's Equity	\$ 516,661,995	\$ 494,535,702

OCONEE FINANCIAL CORPORATION
STATEMENT OF INCOME-YTD

	3/31/2021	3/31/2020
	(Unaudited)	
Interest Income:		
Loans	\$ 3,853,102	\$ 3,270,326
Securities available for sale		
State, County & Municipal	187,343	88,820
Treasuries & Agencies	104,647	291,825
Corporate	67,773	--
Federal funds sold & other	20,573	140,810
	4,233,437	3,791,781
Interest Expense:		
Deposits	286,087	596,912
Other	155,987	--
Total Interest Expense	442,074	596,912
Net interest income	3,791,363	3,194,869
Provision for loan losses	235,500	187,500
Net income after provision for loan losses	3,555,863	3,007,369
Noninterest income		
Service charges on deposit accounts	106,182	130,830
Gain on Sale of Assets	--	--
Securities gains (losses), net	196,303	--
Mortgage banking income	585,233	161,492
SBA loan related income	44,446	129,978
Commissions on investment sales	79,217	145,620
Other	402,079	321,406
Total noninterest income	1,413,461	889,325
Noninterest expense		
Salaries and employee benefits	2,290,952	2,431,458
Occupancy	307,016	285,128
Other operating	1,327,366	1,018,618
Total noninterest expense	3,925,334	3,735,204
Income before provision for income taxes	1,043,990	161,491
Provision for income taxes	219,769	12,149
Net Income	\$ 824,221	\$ 149,342
Period-Ending Outstanding Shares	895,662	895,478
Weighted Average Shares Outstanding	895,662	895,478
YTD Earnings Per Common Share	\$ 0.92	\$ 0.17