

A close-up photograph of a person's hand reaching towards a body of water. The hand is positioned in the upper left quadrant, with fingers slightly curled. The water is a vibrant teal color, and the hand's touch has created a series of concentric ripples that spread across the surface. A clear reflection of the hand is visible in the water below. The overall composition is clean and evocative, suggesting themes of connection, care, and impact.

BeCause^{the}

MESSAGE TO OUR VALUED SHAREHOLDERS:

*The Board of Directors and Fidelity Bankers are very pleased to report that the Company ended the year with net income of **\$30.0 million**, an **increase of 25%** over **2021**, or **\$5.29 diluted earnings per share** of common stock.*

Strong growth in loans, deposits, and non-interest income produced exceptional shareholder value generated by the Fidelity Bankers' ongoing commitment to deliver an extraordinary banking experience and to create financial success for all key stakeholders.

Strong and Growing Results

A continued focus on the execution of the Bank's strategic plan for long-term, sustainable shareholder growth has resulted in record financial results. This has increased Fidelity Bank's already strong regulatory capital position and has made it possible to increase dividend payments to shareholders for eight consecutive years.

The acquisition of Landmark Bancorp, Inc. during the third quarter of 2021 generated the successful execution of key strategic initiatives and synergies, resulting in growth in the Company's earning assets and contributing to the growth in net interest income, which increased 17% from \$61.8 million for 2021 to \$72.3 million for 2022.

Fueling Community Prosperity

As a community bank, Fidelity Bank believes strongly in its purpose—contributing positively to the strength and vitality of the communities it serves. By making meaningful investments, the Bank is able to provide the time, talent, and treasure needed to fuel prosperity.

One of the strongest illustrations of this is the Bank's ability to help fulfill the dream of home ownership. In 2022, Fidelity Bank originated over \$165 million in residential mortgage loans, helping to put 590 families into their dream homes. Fidelity Bank remains the number one bank in mortgage lending in Northeastern Pennsylvania. Fidelity Bankers have fully embraced this purpose, consistently providing the knowledge, insight, and capital resources needed to help local businesses grow and to assist individuals and families to build financial security. Additionally, Fidelity Bank Wealth Management's team of bankers continues to expand, providing financial solutions to clients who want to both grow and preserve wealth. In 2022, assets under management increased 8.9% to over \$737 million.

To further help communities become sustainable, Fidelity Bankers are encouraged to take leadership roles in the communities served and are provided volunteer time off to serve the community and causes they are passionate about. In 2022, Fidelity Bankers contributed over 4,100 hours of volunteer time to organizations, working to build stronger, healthier communities.

Fidelity Bank's commitment to sustainability also includes over \$1.6 million in donations and sponsorships awarded to local non-profits and community groups in 2022 through

Fidelity Bank and the Fidelity D & D Charitable Foundation. These contributions are helping to support enriched educational experiences for children and youth as well as addressing food insecurity and other critical needs in local communities.

Expanding Fidelity Bank's Unique Client Experience

With the October opening of a state-of-the-art branch in downtown Bethlehem, PA, Fidelity Bank's unique client experience continues to expand in the Lehigh Valley, providing enhanced service to clients in the greater Bethlehem area.

The client experience will also continue to grow in the heart of downtown Scranton with the upcoming relocation of the Bank's headquarters to the historic Scranton Electric Building. Designed to house over 150 corporate bankers, this acquisition will not only restore one of the city's most architecturally significant buildings, it will also help energize the city with new life and revenue. As part of this transition, Fidelity Bank's flagship office at Dunmore Corners will be transformed into a state-of-the-art branch office, offering updated décor as well as a fresh new experience for both clients and borough residents. Boasting a specialty coffee shop, the renovated building will welcome Dunmore residents to gather and enjoy an unmatched banking experience as well as great coffee!

Anytime, Anywhere Omni-Channel Banking

To further enhance the client experience, the Bank continues to look to the future through a strategic plan that aligns its current delivery system, which focuses on being trusted financial advisors to clients, with an updated digital delivery model offering a seamless omni-channel approach. Launched in October, Fidelity Bank's new digital account opening platform allows both retail and business clients to open a myriad of deposit and lending products online. This quick and easy process puts banking in the hands of clients wherever and whenever they wish to bank. In addition, a new appointment setting tool allows clients and prospects to schedule meetings with the banker of their choice at the location of their choice, for a variety of needs. Also launched in 2022, Fidelity Bank's robust new website features a chat function with AI capabilities, shortening the time clients need to wait for answers to the most common questions.

As Fidelity Bank continues to meet clients' expectations, it will also continue making investments into the tools, technology and education needed to serve clients seamlessly and consistently both in branch and online.

Investing in Our Bankers

The Company remains committed to investing in the professional growth,

Continued Success

of total loans maintained at 0.28% – near historical lows.

Management is confident that the Bank's resolve to maintain strong asset quality metrics will continue to protect the Bank and its shareholders while producing results that surpass those of the Bank's peer group.

the Bank forward through their expertise and commitment to success. As the business of banking continues to evolve, one thing will remain constant – the Fidelity Bankers' perfect effort toward building sustainable relationships with clients, shareholders, the community, and each other.

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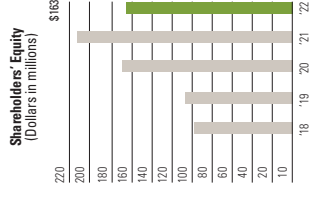
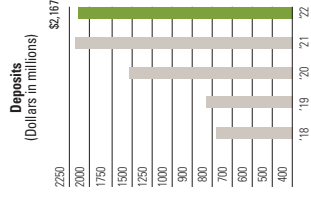
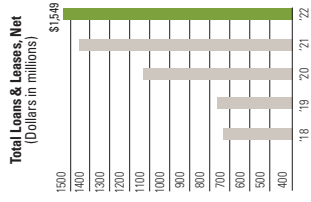
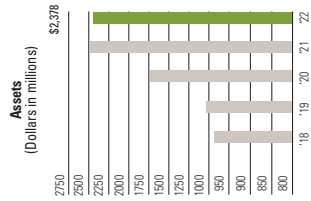
Sincerely,

Brian J. Cali,
Chairman of the Board

Daniel J. Santaniello,
President and Chief Executive Officer



FINANCIAL HIGHLIGHTS



	2022		2021		2020	
	Amount	% Change	Amount	% Change	Amount	Amount

For the Year						
Net Interest Income	\$ 72,274	16.9%	\$ 61,829	39.9%	\$ 44,188	\$ 44,188
Net Income	\$ 30,021	25.0%	\$ 24,008	84.2%	\$ 13,038	\$ 13,038
Cash Dividends	\$ 7,709	16.7%	\$ 6,608	22.9%	\$ 5,376	\$ 5,376
Return on Average Assets	1.25%		1.13%		0.87%	0.87%
Return on Average Equity	17.37%		12.69%		9.06%	9.06%
Net Interest Margin	3.28%		3.23%		3.30%	3.30%
Per Share						
Net Income - Diluted	\$ 5.29	18.1%	\$ 4.48	58.5%	\$ 2.82	\$ 2.82
Cash Dividends	\$ 1.35	9.8%	\$ 1.23	7.9%	\$ 1.14	\$ 1.14
Book Value	\$ 26.94	-22.8%	\$ 37.50	12.0%	\$ 33.45	\$ 33.45
Average Shares Outstanding	5,644,599	6.1%	5,321,687	16.0%	4,586,222	4,586,222
At Year End						
Assets	\$ 2,378,372	-1.7%	\$ 2,419,104	42.3%	\$ 1,699,516	\$ 1,699,516
Earning Assets	\$ 2,237,699	-1.6%	\$ 2,273,652	42.9%	\$ 1,590,847	\$ 1,590,847
Investment Securities	\$ 643,606	-12.9%	\$ 738,980	88.3%	\$ 392,420	\$ 392,420
Total Loans & Leases, Net	\$ 1,548,662	6.9%	\$ 1,449,231	27.7%	\$ 1,135,236	\$ 1,135,236
Deposits	\$ 2,166,913	-0.1%	\$ 2,169,865	43.7%	\$ 1,509,505	\$ 1,509,505
Borrowings	\$ 20,559	93.6%	\$ 10,620	112.4%	\$ 5,000	\$ 5,000
Shareholders' Equity	\$ 162,950	-23.0%	\$ 211,729	27.0%	\$ 166,676	\$ 166,676
Shares Outstanding	5,630,794	-0.3%	5,645,687	13.4%	4,977,750	4,977,750
Ratios						
Net Loans to Deposits	71.47%		66.79%		75.21%	75.21%
Non-performing Assets to Total Assets	0.17%		0.27%		0.39%	0.39%
Equity to Assets	6.85%		8.75%		9.81%	9.81%
Tier I Risk-Based Capital	13.27%		13.40%		15.21%	15.21%
Total Risk-Based Capital	14.35%		14.51%		16.46%	16.46%



Cause *we*

BUILD SUSTAINABLE RELATIONSHIPS
DELIVER EXCEPTIONAL CLIENT EXPERIENCES
HELP FUEL COMMUNITY PROGRESS
ARE COMMITTED TO SUCCESS

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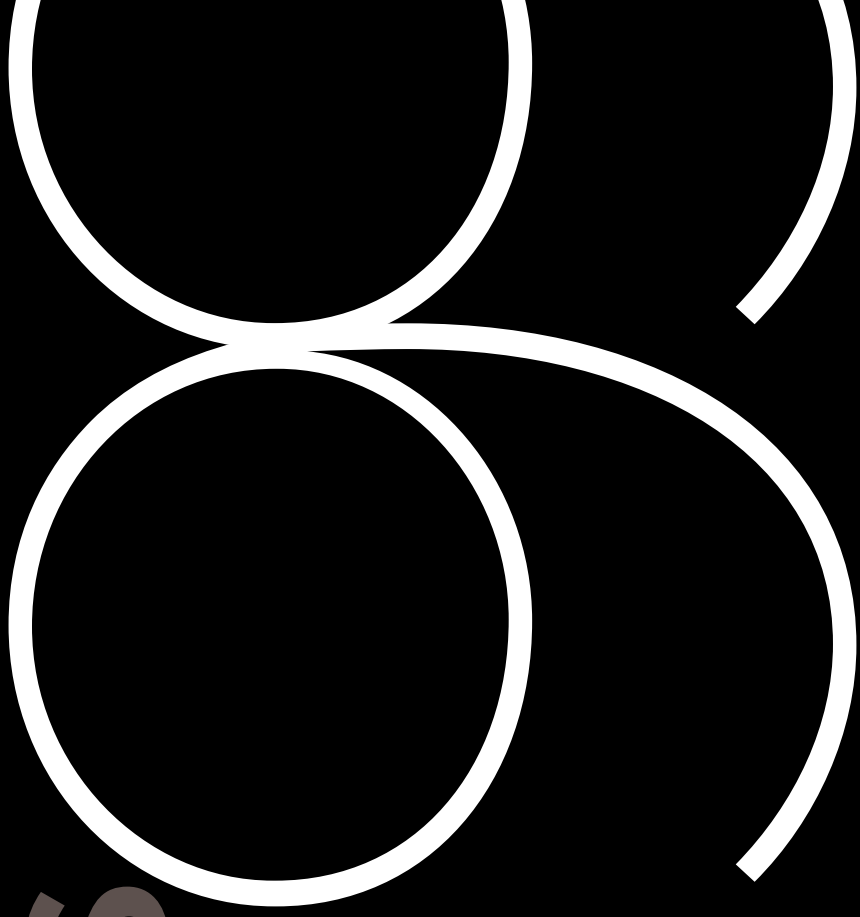
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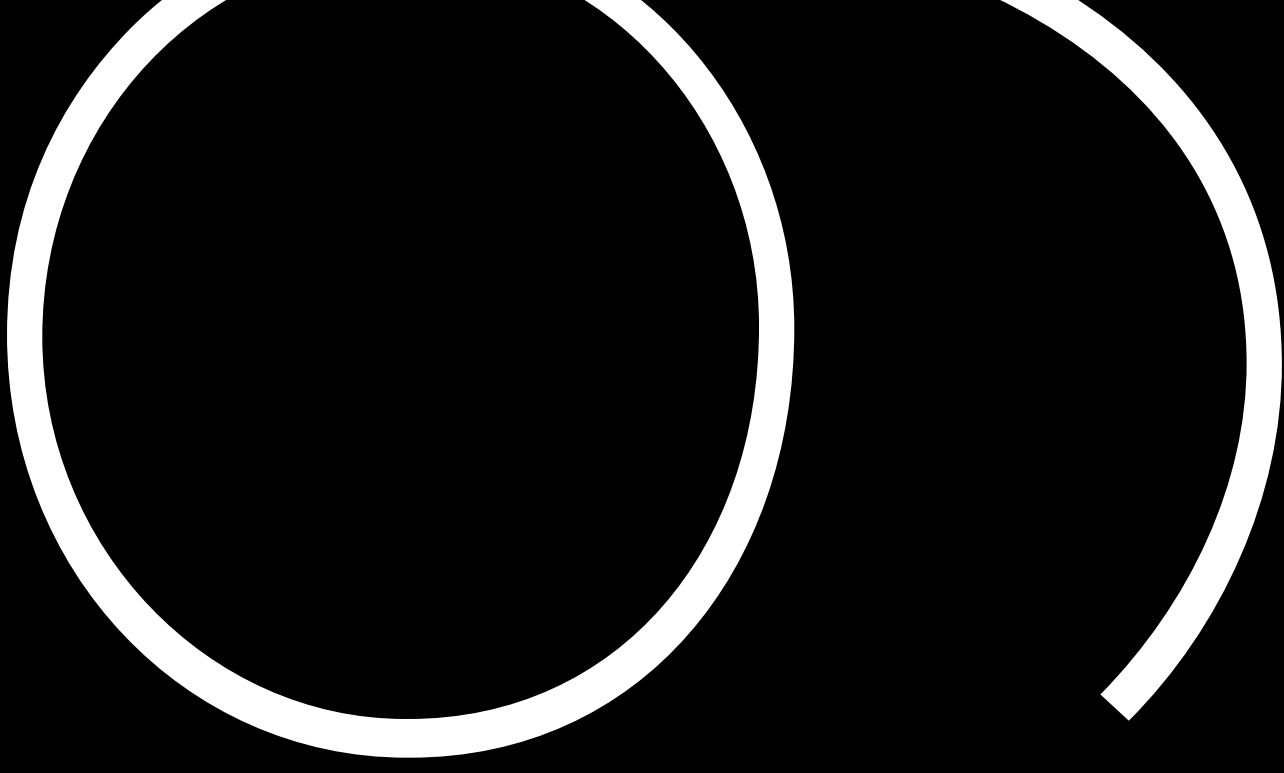
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*am passionate about providing
the advice and capital resources
so that our communities*

ANGELO J. DECESARIS
SVP, REGIONAL COMMERCIAL GROUP LEAD
FIDELITY BANK

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ACHIEVE



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For Dr. Louis A. Ger
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Products & Services

Consumer Deposit Products

- Start Fresh Checking
- First Step Checking
- Reliance Checking
- Relationship Checking
- Performance Checking
- Platinum Checking
- Money Market Deposit Accounts
- Optimum Choice Savings
- Statement Savings
- Green Team Savings
- Scholar Savings
- IRA Certificates of Deposit (Fixed & Variable Rate)
- IRA Optimum Savings
- Certificates of Deposit
- CDARS/CS Programs
- Christmas & All Purpose Clubs
- Teen Spending Account

Consumer Loan Products

- Home Equity Lines of Credit
- Home Equity Installment Loans
- Conventional and Jumbo Mortgages
- Construction Mortgages
- FHA/USDA/VA Mortgages
- Auto Loans
- Personal Loans
- Secured Loans
- Preferred Credit Loans

Card Services

- Visa® Consumer Debit Card
- Visa® Business Debit Card
- Visa® Credit Card
- Visa® Business Line of Credit Cards
- American Express® Credit Card
- Card Manager
- Digital Wallet
- MasterCard® Business LOC Debit Card
- MasterCard® HELOC Debit Card

Digital Services

- Mobile Banking
- Mobile Deposit
- Online Banking
- Web Bill Pay
- Electronic Statement Delivery
- Email Alerts & Text Alerts
- Secure Mail
- Online Account Opening
- Telephone Link

Business Deposit Products and Services

- Business Checking
- Basic Business Checking
- Business Relationship Interest Checking
- Business Analysis Checking
- Community First Non-Profit Checking
- Community First Checking
- Estate Checking
- IOLTA Checking
- Fidelity Muni-Choice Checking
- CDARS/CS Programs
- Savings Accounts
- Certificates of Deposit
- Money Market Deposit Accounts
- Fidelity Bank at Work Program

Business Loan Products

- Commercial Loans
- Equipment Loans
- Lines of Credit
- Municipal Loans
- Community Development Loans
- Commercial/Equipment Leasing
- Commercial Mortgages
- Letters of Credit
- Indirect Lending Program

Special Business Loan Programs

- SBA Loan Programs
- PEDFA Loans
- FHLB – BOB Program
- USDA Loan Programs
- Scranton Industrial Development Company Loan Program
- Tax Incremental Financing Programs
- Pennsylvania Industrial Development Authority

Business Services Cash Management

- Business Online Banking
- Fidelity Mobile Banking for Business
- Mobile Deposit for Business
- Direct Deposit Services
- Merchant Services Credit Card Processing
- Electronic Funds Receivables & Payables
- Positive Pay Fraud Detection
- Valet Banking Courier Service
- Remote Deposit Capture
- Lock Box
- Zero Balance Accounting (ZBA)
- eGiving (electronic donation/tithing)
- Wire Transfer Services
- Business Sweeps
- Business Bill Pay
- Sweep Line of Credit

Investment Services*

- Retirement Planning
- College Planning
- Estate Planning
- Exchange Traded Funds (ETFs)
- Life Insurance
- Fixed and Variable Annuities
- Unit Investment Trusts
- Mutual Funds
- Stocks
- Bonds
- Long Term Care Insurance
- 401(k) Plans (Including Solo 401(k) Plans)
- Profit Sharing Plans
- 403(b) Plans
- SEP-IRA Plans
- SIMPLE IRA Plans
- *Not FDIC insured. No Bank Guarantee. May Lose Value.

Trust Services

- Personal Trust
- Charitable Trusts
- Special Needs Trusts
- Revocable & Irrevocable Trusts
- Testamentary Trusts
- Estate Settlement & Services
- Endowments
- Guardianships
- Corporate Trust
- Bond Trustee
- Paying Agent
- Institutional Money Management

Additional Bank Services

- Acceptance of Dunmore Taxes
- Acceptance of Scranton/Lackawanna Taxes
- Acceptance of Elite Revenue Services Delinquent Tax & Levee Payments
- Money Orders & Cashier Checks
- Safe Deposit Box Services
- Acceptance of Lackawanna River Basin Sewer Authority Payments
- Acceptance of Hazleton City Water Authority & Police Fund Payments
- Acceptance of Lower Mount Bethel Sanitation Authority Payments
- Acceptance of Pen Argyl Borough Sewer Authority Payments
- Acceptance of Portland Borough Sewer & Water Authority Payments
- Acceptance of Roseto Borough Sewer Authority Payments

Branch & ATM Locations

Branch Office and ATM Locations
Fidelity Bank has partnered with MoneyPass, a network of over 37,000 nationwide ATM's

NEPA Locations

- Abington Office
1311 Morgan Hwy.
Clarks Summit, PA 18411
570-586-3212
- Back Mountain Office
2363 Memorial Hwy.
Dallas, PA 18612
570-675-3332
External ATM at Dallas Shopping Center
- Dunmore Office
101 N. Blakely St.
Dunmore, PA 18052
570-542-8281
- Green Ridge Office
111 Green Ridge St.
Scranton, PA 18509
570-342-5532
- Hazleton Office
383 S. Poplar St.
Hazleton, PA 18201
570-501-7001
- Kingston Office
247 Wyoming Ave.
Kingston, PA 18704
570-338-0119
- Moosic Office
4010 Birney Ave.
Moosic, PA 18507
570-504-0789
- Mountain Top Office
1 S. Mountain Blvd.
Mountain Top, PA 18707
570-403-2297
- Peckville Office
1598 Main St.
Peckville, PA 18452
570-483-3300
- Pittston Office
225 Kennedy Blvd.
Pittston, PA 18640
570-908-0103
- Scranton Financial Center
338 N. Washington Ave.
Scranton, PA 18503
570-504-8001
- West Scranton Office
400 S. Main Ave.
Scranton, PA 18504
570-504-8180
- Wyoming Office
1000 Wyoming Ave.
Wyoming, PA 18644
570-609-5800

Lehigh Valley Locations

- Bangor Office
303 Pennsylvania Ave.
Bangor, PA 18013
610-588-0983
(ATM in the parking lot*)
- Bethlehem Office
44 E. Broad St.
Bethlehem, PA 18018
484-241-4464
- Easton Office
46 Centre Square
Easton, PA 18042
610-253-5117
- Lehigh Valley Corporate Center in Forks
1250 Braden Blvd.
Easton, PA 18040
484-548-6095
- Mount Bethel Office
2118 Delaware Dr.
Mount Bethel, PA 18343
570-897-7650
(ATM in the parking lot*)
- Nazareth Office
44 S. Broad St.
Nazareth, PA 18064
610-746-5140
- Wind Gap Office
45 N. Broadway
Wind Gap, PA 18091
610-863-0981

ATM Only Locations

- Antonio's Pizza
45 Luzerne Ave.
West Pittston, PA 18643
- Ayers Country Market
1811 Red Barn Village Rd.
Clarks Summit, PA 18411
- Dallas Shopping Center
32 Dallas Shopping Center
Dallas, PA 18612
- Gino Merli Veterans' Center
401 Penn Ave.
Scranton, PA 18503
- Hilton Scranton & Conference Center
100 Adams Ave.
Scranton, PA 18503
- Joe's Beerman
1561 Main St.
Peckville, PA 18452
- LK Hair Shop
408 Main St.
White Haven, PA 18661
- Market Street Bar & Grill
223 W. Market St.
Scranton, PA 18508
- Mountain Plaza
1137 Moosic St.
Scranton, PA 18503
- Scranton Cultural Center
420 N. Washington Ave.
Scranton, PA 18503
- TJ Maxx
400 Oldfield Rd.
Pittston, PA 18640
- Wilkes-Barre/Scranton International Airport
100 Terminal Rd.
Avoca, PA 18641
- Zummo's Café
916 Marion St.
Scranton, PA 18509
- Marywood University
Nazareth Hall,
McGowan Center, and Learning Commons
Dunmore, PA 18509

Wealth Management

Personal & Corporate Trust, Estate Administration & Investment Services

- 101 N. Blakely St.
Dunmore, PA 18152
570-504-2242
- 252 Sunbury St.
Minersville, PA 17954
570-504-2250
- Nicholas Parise
SVP & Director of Wealth Management
570-558-0612

Fidelity Asset Management Services at Fidelity Bank

- William P. McAndrew, AIF®
SVP & Wealth Advisor
570-504-2242

Commercial Banking

- Timothy O'Brien
Sr. EVP & Chief Business Development Officer
570-504-2230
- Michael J. Pacyna
EVP & Chief Lending Officer
570-504-8005

Retail Banking

- Michelle J. Garr
SVP, Director of Retail Banking
570-504-8083

Client Care Center

- 800-388-4380

* Dispense only locations

This Annual Report may contain forward-looking statements as defined in the Private Securities Litigation Reform Act of 1995. Actual results and trends could differ materially from those set forth in such statements due to various factors. These factors include the possibility that increased demand or prices for the Company's financial services and products may not occur, changing economic, interest rate and competitive conditions, technological developments and other risks and uncertainties, including those detailed in the Company's filings with the Securities and Exchange Commission.

Investor Relations

Fidelity D & D Bancorp, Inc.

101 N. Blakely St.
Dunmore, PA 18512
(570) 342-8281

We are a public company whose stock is traded on The Nasdaq Global Market, under the symbol FDBC.

Transfer Agent and Registrar

Shareholders' Services Provided

- Stock transfer
- Dividend reinvestment plan
- Direct deposit of dividends
- Duplicate mailing notification

Computershare Trust Company, N.A.
P.O. Box 30170
College Station, TX 77842
(877) 282-1168
www.computershare.com

Shareholder/Investor Inquiries

Requests for information or assistance regarding Fidelity D & D Bancorp, Inc. should be directed to John Pash, Investor Relations Officer, at (570) 504-8007 or john.pash@fddbancorp.com.

Market Makers

The following firms are believed to presently make a market in Fidelity D & D Bancorp, Inc. stock on The Nasdaq Global Market, under the symbol FDBC.

BofA Securities, Inc.

One Bryant Park
New York, NY 10036 USA
(646) 743-2734

GTS Securities, LLC

545 Madison Ave., 15th Floor
New York, NY 10022
(212) 715-2830

Latour Trading, LLC

377 Broadway, 10th Fl.
New York, NY 10013
(917) 388-8000

StoneX Financial, Inc.

329 Park Avenue North, Ste. 350
Winter Park, FL 32789
(407) 741-5300

Citadel Securities, LLC

131 South Dearborn St., 32nd Fl.
Chicago, IL 60603
(312) 395-2100

Hovde Group, LLC

1629 Colonial Parkway
Inverness, IL 60067
(847) 991-6622

Maxim Group, LLC

405 Lexington Ave.
New York, NY 10174
(212) 895-3500

Susquehanna Securities

401 City Ave., Ste. 220
Bala Cynwyd, PA 19004
(610) 617-2600

Cowen and Company, LLC

599 Lexington Ave., 20th Fl.
New York, NY 10022
(646) 562-1010

IMC Financial Markets

233 South Wacker Dr. #4300
Chicago, IL 60606
(312) 244-3300

Morgan Stanley & Co., LLC

1585 Broadway
New York, NY 10036
(212) 761-4000

Two Sigma Securities, LLC

101 Avenue of the Americas, 19th Fl.
New York, NY 10013
(212) 625-5700

D.A. Davidson & Co.

8 Third Street North
Great Falls, MT 59401
(406) 727-4200

Janney Montgomery Scott, Inc.

1717 Arch St.
Philadelphia, PA 18103
(215) 665-6000

Raymond James & Associates, Inc.

880 Carillon Parkway
St. Petersburg, FL 33716
(727) 567-1000

UBS Securities, LLC

1285 Avenue of the Americas
New York, NY 10019
(203) 719-3000

G1 Execution Services, LLC

175 W. Jackson Blvd., Ste. 1700
Chicago, IL 60604
(312) 362-0404

Keefe, Bruyette & Woods, Inc.

787 7th Ave., 4th & 5th Flrs.
New York, NY 10019
(212) 887-7777

Stifel, Nicolaus & Company, Inc.

501 North Broadway
St. Louis, MO 63102
(314) 342-2000

Virtu Americas, LLC

300 Vesey St.
New York, NY 10282
(646) 682-6000

Goldman Sachs & Co., LLC

200 West St.
New York, NY 10282
(212) 902-1000

Fidelity **BANK**
MEMBER FDIC

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