BANK OF SOUTH CAROLINA CORPORATION AND SUBSIDIARY CONSOLIDATED BALANCE SHEETS

		(Unaudited) March 31, 2024	D	December 31, 2023
ASSETS	Ф	5 (20 410	Φ	14 665 140
Cash and due from banks	\$	5,639,410	\$	14,665,148
Interest-bearing deposits at the Federal Reserve		7,752,960		7,250,912
Investment securities available for sale		219,435,513		241,216,453
Mortgage loans to be sold		2,689,103		2,130,899
Loans		357,223,380		346,990,045
Less: Allowance for credit losses		(3,722,813)		(3,722,213)
Net loans		353,500,567		343,267,832
Premises, equipment and leasehold improvements, net		4,042,882		4,084,703
Right of use asset		12,634,694		12,799,866
Accrued interest receivable		2,167,217		2,380,972
Other assets		6,705,081		6,018,934
Total assets	\$	614,567,427	\$	633,815,719
LIABILITIES AND SHAREHOLDERS' EQUITY				
Liabilities				
Deposits:				
Non-interest bearing demand	\$	177,332,340	\$	182,053,144
Interest bearing demand		139,473,567		163,353,919
Money market accounts		121,683,749		104,919,984
Time deposits \$250,000 and over		22,380,126		15,054,652
Other time deposits		9,664,216		9,738,823
Other savings deposits		55,998,076		50,582,016
Total deposits		526,532,074		525,702,538
Short-term borrowings		25,000,000		46,000,000
Accrued interest payable and other liabilities		2,937,002		2,232,453
Lease liability		12,634,694		12,799,866
Total liabilities		567,103,770		586,734,857
Shareholders' equity Common stock - no par 12,000,000 shares authorized; Issued 5,852,325 shares at both March 31, 2024 and December 31, 2023. Shares outstanding 5,462,794 and 5,469,251 at March 31, 2024 and December 31, 2023, respectively		-		-
Additional paid in capital		48,116,160		48,097,586
Retained earnings		16,193,828		15,746,736
Treasury stock: 389,531 and 383,074 shares at March 31, 2024 and December 31,				
2023, respectively		(3,884,008)		(3,800,022)
Accumulated other comprehensive loss, net of income taxes		(12,962,323)		(12,963,438)
Total shareholders' equity		47,463,657		47,080,862
Total liabilities and shareholders' equity	\$	614,567,427	\$	633,815,719

BANK OF SOUTH CAROLINA CORPORATION AND SUBSIDIARY CONSOLIDATED STATEMENTS OF INCOME (UNAUDITED)

Three Months Ended March 31,

Tuterest and fee income		March 31,				
Loans, including fees \$ 5,676,411 \$ 4,668,099 Taxable securities 632,104 690,324 Tax-exempt securities 105,619 161,444 Other 179,329 111,967 Total interest and fee income 6,593,463 5,631,834 Interest expense			2024	Í	2023	
Taxable securities 632,104 690,324 Tax-exempt securities 105,619 161,444 Other 179,329 111,967 Total interest and fee income 6,593,463 5,631,834 Interest expense Deposits 1,339,157 931,101 Short term-borrowings 522,154 - Total interest expense 1,861,311 931,101 Net interest income 4,732,152 4,700,733 Provision for credit losses 4,732,152 4,655,733 Other income Service charges and fees 363,028 327,073 Mortgage banking income 78,909 112,160 Loss on sales of securities (23,972) - Other non-interest income 423,497 449,201 Other expense Salaries and employee benefits 1,993,939 1,966,523 Net occupancy expense 690,526 654,062 Other operating expenses 306,435 305,181 Professional fees 114,272 156,818	Interest and fee income		_		_	
Tax-exempt securities 105,619 161,444 Other 179,329 111,967 Total interest and fee income 6,593,463 5,631,834 Interest expense 2 Deposits 1,339,157 931,101 Short term-borrowings 522,154 Total interest expense 1,861,311 931,101 Net interest income 4,732,152 4,700,733 Provision for credit losses 4,732,152 4,5000 Net interest income after provision for credit losses 4,732,152 4,655,733 Other income 8 327,073 Mortgage banking income 78,909 112,160 Loss on sales of securities (23,972) - Other non-interest income 5,532 9,968 Total other income 423,497 449,201 Other expense 690,526 654,062 Other operating expenses 306,435 305,181 Professional fees 154,512 167,777 Data processing fees 214,272 156,818 Tota	Loans, including fees	\$	5,676,411	\$	4,668,099	
Other 179,329 111,967 Total interest and fee income 6,593,463 5,631,834 Interest expense 3,339,157 931,101 Short term-borrowings 522,154	Taxable securities		632,104		690,324	
Total interest and fee income 6,593,463 5,631,834	Tax-exempt securities		105,619		161,444	
Interest expense Deposits 1,339,157 931,101 Short term-borrowings 522,154	Other		179,329		111,967	
Deposits 1,339,157 931,101 Short term-borrowings 522,154 - Total interest expense 1,861,311 931,101 Net interest income 4,732,152 4,700,733 Provision for credit losses 4,732,152 4,655,733 Other income 363,028 327,073 Service charges and fees 363,028 327,073 Mortgage banking income 78,909 112,160 Loss on sales of securities (23,972) 9,968 Other non-interest income 5,532 9,968 Total other income 423,497 449,201 Other expense 690,526 654,062 Salaries and employee benefits 1,993,939 1,966,523 Net occupancy expense 690,526 654,062 Other operating expenses 306,435 305,181 Professional fees 154,512 167,777 Data processing fees 214,272 156,818 Total other expense 3,359,684 3,250,361 Income before income tax expense 1,795,965 1,	Total interest and fee income		6,593,463		5,631,834	
Short term-borrowings 522,154 - Total interest expense 1,861,311 931,101 Net interest income 4,732,152 4,700,733 Provision for credit losses - 45,000 Net interest income after provision for credit losses 4,732,152 4,655,733 Other income Service charges and fees 363,028 327,073 Mortgage banking income 78,909 112,160 Loss on sales of securities (23,972) - Other non-interest income 5,532 9,968 Total other income 423,497 449,201 Other expense 5 302,20 654,062 Other operating expenses 690,526 654,062 654,062 Other operating expenses 306,435 305,181 167,777 Data processing fees 154,512 167,777 16,818 Total other expense 1,795,965 1,854,573 Income before income tax expense 1,795,965 1,854,573 Income tax expense 1,795,965 1,854,573 Income tax exp	Interest expense					
Net interest income 1,861,311 931,101 Net interest income 4,732,152 4,700,733 Provision for credit losses - 45,000 Net interest income after provision for credit losses 4,732,152 4,655,733 Other income 8 363,028 327,073 Mortgage banking income 78,909 112,160 Loss on sales of securities (23,972) - Other non-interest income 5,532 9,968 Total other income 423,497 449,201 Other expense Salaries and employee benefits 1,993,939 1,966,523 Net occupancy expense 690,526 654,062 Other operating expenses 306,435 305,181 Professional fees 154,512 167,777 Data processing fees 214,272 156,818 Total other expense 1,795,965 1,854,573 Income before income tax expense 1,795,965 1,854,573 Income tax expense 1,795,965 1,854,573 Income tax expense 1,3175,796 <td>Deposits</td> <td></td> <td>1,339,157</td> <td></td> <td>931,101</td>	Deposits		1,339,157		931,101	
Net interest income 4,732,152 4,700,733 Provision for credit losses - 45,000 Net interest income after provision for credit losses 4,732,152 4,655,733 Other income Service charges and fees 363,028 327,073 Mortgage banking income 78,909 112,160 Loss on sales of securities (23,972) - Other non-interest income 5,532 9,968 Total other income 423,497 449,201 Other expense Salaries and employee benefits 1,993,939 1,966,523 Net occupancy expense 690,526 654,062 Other operating expenses 306,435 305,181 Professional fees 154,512 167,777 Data processing fees 214,272 156,818 Total other expense 3,359,684 3,250,361 Income before income tax expense 1,795,965 1,854,573 Income tax expense \$ 1,375,796 \$ 1,588,779 Weighted average shares outstanding Basic 5,464,781 5,552,351	Short term-borrowings		522,154		-	
Provision for credit losses - 45,000 Net interest income after provision for credit losses 4,732,152 4,655,733 Other income Service charges and fees 363,028 327,073 Mortgage banking income 78,909 112,160 Loss on sales of securities (23,972) - Other non-interest income 5,532 9,968 Total other income 423,497 449,201 Other expense Salaries and employee benefits 1,993,939 1,966,523 Net occupancy expense 690,526 654,062 Other operating expenses 306,435 305,181 Professional fees 154,512 167,777 Data processing fees 214,272 156,818 Total other expense 3,359,684 3,250,361 Income before income tax expense 1,795,965 1,854,573 Income tax expense 1,375,796 \$ 1,588,779 Net income \$ 1,375,796 \$ 1,588,779 Weighted average shares outstanding 5,464,781 5,523,511 Diluted	Total interest expense		1,861,311		931,101	
Provision for credit losses - 45,000 Net interest income after provision for credit losses 4,732,152 4,655,733 Other income Service charges and fees 363,028 327,073 Mortgage banking income 78,909 112,160 Loss on sales of securities (23,972) - Other non-interest income 5,532 9,968 Total other income 423,497 449,201 Other expense Salaries and employee benefits 1,993,939 1,966,523 Net occupancy expense 690,526 654,062 Other operating expenses 306,435 305,181 Professional fees 154,512 167,777 Data processing fees 214,272 156,818 Total other expense 3,359,684 3,250,361 Income before income tax expense 1,795,965 1,854,573 Income tax expense 1,375,796 \$ 1,588,779 Net income \$ 1,375,796 \$ 1,588,779 Weighted average shares outstanding 5,464,781 5,523,511 Diluted	Net interest income		4,732,152		4,700,733	
Other income Service charges and fees 363,028 327,073 Mortgage banking income 78,909 112,160 Loss on sales of securities (23,972) - Other non-interest income 5,532 9,968 Total other income 423,497 449,201 Other expense Salaries and employee benefits 1,993,939 1,966,523 Net occupancy expense 690,526 654,062 Other operating expenses 306,435 305,181 Professional fees 154,512 167,777 Data processing fees 214,272 156,818 Total other expense 3,359,684 3,250,361 Income before income tax expense 1,795,965 1,854,573 Income tax expense 420,169 265,794 Weighted average shares outstanding Basic 5,464,781 5,552,351 Diluted 5,443,117 5,640,313 Basic income per common share \$ 0.25 \$ 0.25	Provision for credit losses				45,000	
Service charges and fees 363,028 327,073 Mortgage banking income 78,909 112,160 Loss on sales of securities (23,972) - Other non-interest income 5,532 9,968 Total other income 423,497 449,201 Other expense Salaries and employee benefits 1,993,939 1,966,523 Net occupancy expense 690,526 654,062 Other operating expenses 306,435 305,181 Professional fees 154,512 167,777 Data processing fees 214,272 156,818 Total other expense 3,359,684 3,250,361 Income before income tax expense 1,795,965 1,854,573 Income tax expense 420,169 265,794 Weighted average shares outstanding \$ 1,375,796 \$ 1,588,779 Weighted average shares outstanding \$ 5,464,781 5,552,351 Diluted 5,443,117 5,640,313	Net interest income after provision for credit losses		4,732,152		4,655,733	
Mortgage banking income 78,909 112,160 Loss on sales of securities (23,972) - Other non-interest income 5,532 9,968 Total other income 423,497 449,201 Other expense Salaries and employee benefits 1,993,939 1,966,523 Net occupancy expense 690,526 654,062 Other operating expenses 306,435 305,181 Professional fees 154,512 167,777 Data processing fees 214,272 156,818 Total other expense 3,359,684 3,250,361 Income before income tax expense 1,795,965 1,854,573 Income tax expense 420,169 265,794 Net income \$ 1,375,796 \$ 1,588,779 Weighted average shares outstanding \$ 3,443,117 5,640,313 Basic income per common share \$ 0.25 \$ 0.29	Other income					
Loss on sales of securities (23,972) - Other non-interest income 5,532 9,968 Total other income 423,497 449,201 Other expense Salaries and employee benefits 1,993,939 1,966,523 Net occupancy expense 690,526 654,062 Other operating expenses 306,435 305,181 Professional fees 154,512 167,777 Data processing fees 214,272 156,818 Total other expense 3,359,684 3,250,361 Income before income tax expense 1,795,965 1,854,573 Income tax expense 420,169 265,794 Net income \$ 1,375,796 \$ 1,588,779 Weighted average shares outstanding Basic 5,464,781 5,552,351 Diluted 5,443,117 5,640,313 Basic income per common share \$ 0.25 \$ 0.29	Service charges and fees		363,028		327,073	
Other non-interest income 5,532 9,968 Total other income 423,497 449,201 Other expense 423,497 449,201 Other expense 8 308,223 Net occupancy expense 690,526 654,062 Other operating expenses 306,435 305,181 Professional fees 154,512 167,777 Data processing fees 214,272 156,818 Total other expense 3,359,684 3,250,361 Income before income tax expense 1,795,965 1,854,573 Income tax expense 420,169 265,794 Weighted average shares outstanding \$ 1,375,796 \$ 1,588,779 Weighted average shares outstanding \$ 5,464,781 5,552,351 5,640,313 Basic income per common share \$ 0.25 \$ 0.29	Mortgage banking income		78,909		112,160	
Total other income 423,497 449,201 Other expense Salaries and employee benefits 1,993,939 1,966,523 Net occupancy expense 690,526 654,062 Other operating expenses 306,435 305,181 Professional fees 154,512 167,777 Data processing fees 214,272 156,818 Total other expense 3,359,684 3,250,361 Income before income tax expense 1,795,965 1,854,573 Income tax expense 420,169 265,794 Net income \$ 1,375,796 \$ 1,588,779 Weighted average shares outstanding 5,464,781 5,552,351 Diluted 5,443,117 5,640,313 Basic income per common share \$ 0.25 \$ 0.29	Loss on sales of securities		(23,972)		-	
Other expense Salaries and employee benefits 1,993,939 1,966,523 Net occupancy expense 690,526 654,062 Other operating expenses 306,435 305,181 Professional fees 154,512 167,777 Data processing fees 214,272 156,818 Total other expense 3,359,684 3,250,361 Income before income tax expense 1,795,965 1,854,573 Income tax expense 420,169 265,794 Net income \$ 1,375,796 \$ 1,588,779 Weighted average shares outstanding S 5,464,781 5,552,351 Diluted 5,443,117 5,640,313 Basic income per common share \$ 0.25 \$ 0.29	Other non-interest income		5,532		9,968	
Salaries and employee benefits 1,993,939 1,966,523 Net occupancy expense 690,526 654,062 Other operating expenses 306,435 305,181 Professional fees 154,512 167,777 Data processing fees 214,272 156,818 Total other expense 3,359,684 3,250,361 Income before income tax expense 1,795,965 1,854,573 Income tax expense 420,169 265,794 Net income \$ 1,375,796 \$ 1,588,779 Weighted average shares outstanding S 5,464,781 5,552,351 Diluted 5,443,117 5,640,313 Basic income per common share \$ 0.25 0.29	Total other income		423,497		449,201	
Net occupancy expense 690,526 654,062 Other operating expenses 306,435 305,181 Professional fees 154,512 167,777 Data processing fees 214,272 156,818 Total other expense 3,359,684 3,250,361 Income before income tax expense 1,795,965 1,854,573 Income tax expense 420,169 265,794 Net income \$ 1,375,796 \$ 1,588,779 Weighted average shares outstanding S 5,464,781 5,552,351 Diluted 5,443,117 5,640,313 Basic income per common share \$ 0.25 \$ 0.29	Other expense					
Other operating expenses 306,435 305,181 Professional fees 154,512 167,777 Data processing fees 214,272 156,818 Total other expense 3,359,684 3,250,361 Income before income tax expense 1,795,965 1,854,573 Income tax expense 420,169 265,794 Net income \$ 1,375,796 \$ 1,588,779 Weighted average shares outstanding 5,464,781 5,552,351 Diluted 5,443,117 5,640,313 Basic income per common share \$ 0.25 \$ 0.29	Salaries and employee benefits		1,993,939		1,966,523	
Professional fees 154,512 167,777 Data processing fees 214,272 156,818 Total other expense 3,359,684 3,250,361 Income before income tax expense 1,795,965 1,854,573 Income tax expense 420,169 265,794 Net income \$ 1,375,796 \$ 1,588,779 Weighted average shares outstanding 5,464,781 5,552,351 Diluted 5,443,117 5,640,313 Basic income per common share \$ 0.25 \$ 0.29	Net occupancy expense		690,526		654,062	
Data processing fees 214,272 156,818 Total other expense 3,359,684 3,250,361 Income before income tax expense 1,795,965 1,854,573 Income tax expense 420,169 265,794 Net income \$ 1,375,796 \$ 1,588,779 Weighted average shares outstanding 5,464,781 5,552,351 Diluted 5,443,117 5,640,313 Basic income per common share \$ 0.25 \$ 0.29	Other operating expenses		306,435		305,181	
Total other expense 3,359,684 3,250,361 Income before income tax expense 1,795,965 1,854,573 Income tax expense 420,169 265,794 Net income \$ 1,375,796 \$ 1,588,779 Weighted average shares outstanding 5,464,781 5,552,351 Diluted 5,443,117 5,640,313 Basic income per common share \$ 0.25 \$ 0.29	Professional fees		154,512		167,777	
Income before income tax expense 1,795,965 1,854,573 Income tax expense 420,169 265,794 Net income \$ 1,375,796 \$ 1,588,779 Weighted average shares outstanding \$ 5,464,781 5,552,351 Diluted 5,443,117 5,640,313 Basic income per common share \$ 0.25 \$ 0.29	Data processing fees		214,272		156,818	
Income tax expense 420,169 265,794 Net income \$ 1,375,796 \$ 1,588,779 Weighted average shares outstanding \$ 5,464,781 5,552,351 Diluted 5,443,117 5,640,313 Basic income per common share \$ 0.25 \$ 0.29	Total other expense		3,359,684		3,250,361	
Net income \$ 1,375,796 \$ 1,588,779 Weighted average shares outstanding \$ 5,464,781 5,552,351 Diluted 5,443,117 5,640,313 Basic income per common share \$ 0.25 \$ 0.29	Income before income tax expense		1,795,965		1,854,573	
Weighted average shares outstanding Basic 5,464,781 5,552,351 Diluted 5,443,117 5,640,313 Basic income per common share \$ 0.25 \$ 0.29	Income tax expense		420,169		265,794	
Basic 5,464,781 5,552,351 Diluted 5,443,117 5,640,313 Basic income per common share \$ 0.25 \$ 0.29	Net income	\$	1,375,796	\$	1,588,779	
Diluted 5,443,117 5,640,313 Basic income per common share \$ 0.25 \$ 0.29	Weighted average shares outstanding					
Basic income per common share \$ 0.25 \$ 0.29	Basic		5,464,781		5,552,351	
<u> </u>	Diluted		5,443,117		5,640,313	
Diluted income per common share \$ 0.25 \$ 0.28	Basic income per common share	\$	0.25	\$	0.29	
	Diluted income per common share	\$	0.25	\$	0.28	