

BANK OF SOUTH CAROLINA CORPORATION AND SUBSIDIARY
CONSOLIDATED BALANCE SHEETS

| | (Unaudited) September 30, 2025 | December 31, 2024 |
|---|--------------------------------------|-----------------------|
| ASSETS | | |
| Cash and due from banks | \$ 8,443,944 | \$ 6,202,303 |
| Interest-bearing deposits at the Federal Reserve | 52,034,721 | 4,804,819 |
| Investment securities available for sale | 145,526,338 | 157,470,622 |
| Mortgage loans to be sold | 1,547,092 | 5,012,224 |
| Loans | 350,529,214 | 364,089,093 |
| Less: Allowance for credit losses | (4,059,600) | (3,679,525) |
| Net loans | 346,469,614 | 360,409,568 |
| Premises, equipment and leasehold improvements, net | 3,723,030 | 3,809,307 |
| Right of use asset | 11,622,583 | 12,139,178 |
| Accrued interest receivable | 1,683,116 | 2,012,059 |
| Other assets | 4,873,320 | 5,300,337 |
| Total assets | <u>\$ 575,923,758</u> | <u>\$ 557,160,417</u> |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | |
| Liabilities | | |
| Deposits: | | |
| Non-interest bearing demand | \$ 172,539,854 | \$ 160,723,772 |
| Interest bearing demand | 121,224,720 | 123,526,039 |
| Money market accounts | 107,931,184 | 109,395,947 |
| Time deposits \$250,000 and over | 42,763,416 | 43,098,983 |
| Other time deposits | 9,722,168 | 9,623,113 |
| Other savings deposits | 46,279,494 | 43,544,504 |
| Total deposits | 500,460,836 | 489,912,358 |
| Short-term borrowings | - | - |
| Accrued interest payable and other liabilities | 4,876,467 | 2,807,869 |
| Lease liability | 11,622,583 | 12,139,178 |
| Total liabilities | <u>516,959,886</u> | <u>504,859,405</u> |
| Shareholders' equity | | |
| Common stock - no par 12,000,000 shares authorized; Issued 5,854,705 and 5,852,325 shares at September 30, 2025 and December 31, 2024, respectively. Shares outstanding 5,420,099 and 5,432,762 at September 30, 2025 and December 31, 2024, respectively | | |
| Additional paid in capital | 48,067,239 | 47,970,140 |
| Retained earnings | 21,050,020 | 18,573,049 |
| Treasury stock: 434,606 shares and 419,563 shares at September 30, 2025 and December 31, 2024, respectively | (4,464,282) | (4,255,680) |
| Accumulated other comprehensive loss, net of income taxes | (5,689,105) | (9,986,497) |
| Total shareholders' equity | <u>58,963,872</u> | <u>52,301,012</u> |
| Total liabilities and shareholders' equity | <u>\$ 575,923,758</u> | <u>\$ 557,160,417</u> |

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

| | Three Months Ended | |
|--|---------------------------|---------------------|
| | September 30, | |
| | 2025 | 2024 |
| Interest and fee income | | |
| Loans, including fees | \$ 6,268,476 | \$ 6,076,425 |
| Taxable securities | 348,378 | 468,163 |
| Tax-exempt securities | 80,562 | 92,218 |
| Other | 619,989 | 212,025 |
| Total interest and fee income | 7,317,405 | 6,848,831 |
| Interest expense | | |
| Deposits | 1,303,263 | 1,566,695 |
| Total interest expense | 1,303,263 | 1,566,695 |
| Net interest income | 6,014,142 | 5,282,136 |
| Provision for credit losses | 250,000 | - |
| Net interest income after provision for credit losses | 5,764,142 | 5,282,136 |
| Other income | | |
| Service charges and fees | 363,385 | 361,366 |
| Mortgage banking income | 148,482 | 115,733 |
| Other non-interest income | 7,633 | 8,107 |
| Total other income | 519,500 | 485,206 |
| Other expense | | |
| Salaries and employee benefits | 2,223,811 | 2,024,125 |
| Net occupancy expense | 771,281 | 726,987 |
| Other operating expenses | 220,523 | 342,101 |
| Professional fees | 102,899 | 113,710 |
| Data processing fees | 198,169 | 206,012 |
| Total other expense | 3,516,683 | 3,412,935 |
| Income before income tax expense | 2,766,959 | 2,354,407 |
| Income tax expense | 623,319 | 552,544 |
| Net income | \$ 2,143,640 | \$ 1,801,863 |
| Weighted average shares outstanding | | |
| Basic | 5,420,482 | 5,450,596 |
| Diluted | 5,589,703 | 5,505,045 |
| Basic income per common share | \$ 0.40 | \$ 0.33 |
| Diluted income per common share | \$ 0.38 | \$ 0.33 |

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

| | Nine Months Ended September 30, | |
|--|------------------------------------|---------------------|
| | 2025 | 2024 |
| Interest and fee income | | |
| Loans, including fees | \$ 18,633,933 | \$ 17,676,597 |
| Taxable securities | 1,079,534 | 1,641,385 |
| Tax-exempt securities | 248,989 | 292,170 |
| Other | 1,294,702 | 534,934 |
| Total interest and fee income | <u>21,257,158</u> | <u>20,145,086</u> |
| Interest expense | | |
| Deposits | 3,933,123 | 4,331,036 |
| Short term-borrowings | - | 661,332 |
| Total interest expense | <u>3,933,123</u> | <u>4,992,368</u> |
| Net interest income | 17,324,035 | 15,152,718 |
| Provision for credit losses | <u>400,000</u> | <u>50,000</u> |
| Net interest income after provision for credit losses | <u>16,924,035</u> | <u>15,102,718</u> |
| Other income | | |
| Service charges and fees | 1,082,934 | 1,117,269 |
| Mortgage banking income | 316,344 | 334,545 |
| Loss on sales of securities | - | (101,820) |
| Other non-interest income | 21,668 | 29,784 |
| Total other income | <u>1,420,946</u> | <u>1,379,778</u> |
| Other expense | | |
| Salaries and employee benefits | 6,554,311 | 5,830,484 |
| Net occupancy expense | 2,233,514 | 2,142,105 |
| Other operating expenses | 884,737 | 1,069,281 |
| Professional fees | 416,595 | 439,837 |
| Data processing fees | 582,584 | 630,846 |
| Total other expense | <u>10,671,741</u> | <u>10,112,553</u> |
| Income before income tax expense | 7,673,240 | 6,369,943 |
| Income tax expense | <u>1,779,431</u> | <u>1,438,486</u> |
| Net income | <u>\$ 5,893,809</u> | <u>\$ 4,931,457</u> |
| Weighted average shares outstanding | | |
| Basic | 5,424,901 | 5,463,367 |
| Diluted | 5,588,894 | 5,518,510 |
| Basic income per common share | <u>\$ 1.09</u> | <u>\$ 0.90</u> |
| Diluted income per common share | <u>\$ 1.05</u> | <u>\$ 0.89</u> |