

**BANK OF SOUTH CAROLINA CORPORATION AND SUBSIDIARY**  
**CONSOLIDATED BALANCE SHEETS**

	(Unaudited) March 31, 2026	December 31, 2025
<b>ASSETS</b>		
Cash and due from banks	\$ 7,678,429	\$ 10,267,001
Interest-bearing deposits at the Federal Reserve	64,118,515	41,072,011
Investment securities available for sale	110,888,053	143,870,559
Mortgage loans to be sold	1,771,129	1,630,066
Loans	360,459,863	361,059,710
Less: Allowance for credit losses	(4,306,799)	(4,256,799)
Net loans	<u>356,153,064</u>	<u>356,802,911</u>
Premises, equipment and leasehold improvements, net	3,933,945	3,856,677
Right of use asset	11,270,832	11,450,384
Accrued interest receivable	1,767,522	1,982,823
Other assets	<u>4,543,887</u>	<u>4,146,867</u>
Total assets	<u><u>\$ 562,125,376</u></u>	<u><u>\$ 575,079,299</u></u>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Liabilities		
Deposits:		
Non-interest bearing demand	\$ 169,240,219	\$ 163,024,370
Interest bearing demand	139,504,903	145,392,732
Money market accounts	111,565,978	101,253,174
Time deposits \$250,000 and over	13,379,953	37,610,087
Other time deposits	9,644,739	10,278,557
Other savings deposits	<u>43,722,909</u>	<u>41,135,812</u>
Total deposits	487,058,701	498,694,732
Accrued interest payable and other liabilities	3,407,824	4,794,894
Lease liability	<u>11,270,832</u>	<u>11,450,384</u>
Total liabilities	<u><u>501,737,357</u></u>	<u><u>514,940,010</u></u>
Shareholders' equity		
Common stock - no par 12,000,000 shares authorized; Issued 5,858,201 shares at March 31, 2026 and 5,857,705 at December 31, 2025. Shares outstanding 5,379,779 and 5,399,732 at March 31, 2026 and December 31, 2025, respectively	-	-
Additional paid in capital	48,122,188	48,100,977
Retained earnings	22,594,965	21,821,362
Treasury stock: 478,422 and 457,973 shares at March 31, 2026 and December 31, 2025, respectively	(5,115,926)	(4,802,987)
Accumulated other comprehensive loss, net of income taxes	<u>(5,213,208)</u>	<u>(4,980,063)</u>
Total shareholders' equity	<u><u>60,388,019</u></u>	<u><u>60,139,289</u></u>
Total liabilities and shareholders' equity	<u><u>\$ 562,125,376</u></u>	<u><u>\$ 575,079,299</u></u>

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

	<b>Three Months Ended</b>	
	<b>March 31,</b>	
	<b>2026</b>	<b>2025</b>
<b>Interest and fee income</b>		
Loans, including fees	\$ 6,005,076	\$ 6,058,232
Taxable securities	338,022	384,989
Tax-exempt securities	112,089	89,390
Other	414,063	204,495
<b>Total interest and fee income</b>	<b>6,869,250</b>	<b>6,737,106</b>
<b>Interest expense</b>		
Deposits	1,008,229	1,325,566
<b>Total interest expense</b>	<b>1,008,229</b>	<b>1,325,566</b>
<b>Net interest income</b>	<b>5,861,021</b>	<b>5,411,540</b>
Provision for credit losses	50,000	50,000
<b>Net interest income after provision for credit losses</b>	<b>5,811,021</b>	<b>5,361,540</b>
<b>Other income</b>		
Service charges and fees	361,370	363,831
Mortgage banking income	46,360	111,638
Loss on sales of securities	-	-
Other non-interest income	6,370	4,873
<b>Total other income</b>	<b>414,100</b>	<b>480,342</b>
<b>Other expense</b>		
Salaries and employee benefits	2,248,876	2,117,809
Net occupancy expense	779,652	728,780
Data processing fees	215,014	187,396
Professional fees	163,820	158,964
Other operating expenses	220,166	298,553
<b>Total other expense</b>	<b>3,627,528</b>	<b>3,491,502</b>
<b>Income before income tax expense</b>	<b>2,597,593</b>	<b>2,350,380</b>
<b>Income tax expense</b>	<b>586,674</b>	<b>556,366</b>
<b>Net income</b>	<b>\$ 2,010,919</b>	<b>\$ 1,794,014</b>
<b>Weighted average shares outstanding</b>		
Basic	5,391,749	5,429,534
Diluted	5,611,061	5,603,634
Basic income per common share	\$ 0.37	\$ 0.33
Diluted income per common share	\$ 0.36	\$ 0.32