

BANK OF SOUTH CAROLINA CORPORATION AND SUBSIDIARY
CONSOLIDATED BALANCE SHEETS

	(Unaudited) June 30, 2026	December 31, 2025
ASSETS		
Cash and due from banks	\$ 5,935,547	\$ 10,267,001
Interest-bearing deposits at the Federal Reserve	56,726,303	41,072,011
Investment securities available for sale	122,397,840	143,870,559
Mortgage loans to be sold	4,324,729	1,630,066
Loans	365,179,219	361,059,710
Less: Allowance for credit losses	(4,451,320)	(4,256,799)
Net loans	360,727,899	356,802,911
Premises, equipment and leasehold improvements, net	3,907,372	3,856,677
Right of use asset	11,091,280	11,450,384
Accrued interest receivable	2,118,564	1,982,823
Other assets	4,157,739	4,146,867
Total assets	<u>\$ 571,387,273</u>	<u>\$ 575,079,299</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Liabilities		
Deposits:		
Non-interest bearing demand	\$ 183,074,669	\$ 163,024,370
Interest bearing demand	141,150,676	145,392,732
Money market accounts	105,534,330	101,253,174
Time deposits \$250,000 and over	13,368,912	37,610,087
Other time deposits	9,038,848	10,278,557
Other savings deposits	43,266,872	41,135,812
Total deposits	495,434,307	498,694,732
Accrued interest payable and other liabilities	3,833,545	4,794,894
Lease liability	11,091,280	11,450,384
Total liabilities	<u>510,359,132</u>	<u>514,940,010</u>
Shareholders' equity		
Common stock - no par 12,000,000 shares authorized; Issued 5,858,201 shares at June 30, 2026 and 5,857,705 at December 31, 2025. Shares outstanding 5,338,872 and 5,399,732 at June 30, 2026 and December 31, 2025, respectively		
Additional paid in capital	48,143,651	48,100,977
Retained earnings	23,579,180	21,821,362
Treasury stock: 519,329 and 457,973 shares at June 30, 2026 and December 31, 2025, respectively	(5,767,959)	(4,802,987)
Accumulated other comprehensive loss, net of income taxes	(4,926,731)	(4,980,063)
Total shareholders' equity	<u>61,028,141</u>	<u>60,139,289</u>
Total liabilities and shareholders' equity	<u>\$ 571,387,273</u>	<u>\$ 575,079,299</u>

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

	Three Months Ended	
	June 30,	
	2026	2025
Interest and fee income		
Loans, including fees	\$ 6,246,935	\$ 6,307,225
Taxable securities	364,686	346,168
Tax-exempt securities	116,113	79,036
Other	532,138	470,218
Total interest and fee income	7,259,871	7,202,647
Interest expense		
Deposits	893,168	1,304,294
Total interest expense	893,168	1,304,294
Net interest income	6,366,703	5,898,353
Provision for loan losses	150,000	100,000
Net interest income after provision for loan losses	6,216,703	5,798,353
Other income		
Service charges and fees	366,936	355,718
Mortgage banking income	90,529	56,224
Other non-interest income	10,317	9,161
Total other income	467,782	421,104
Other expense		
Salaries and employee benefits	2,298,528	2,212,690
Net occupancy expense	754,464	733,452
Data processing fees	211,477	197,020
Professional fees	140,926	151,564
Other operating expenses	267,855	368,830
Total other expense	3,673,251	3,663,556
Income before income tax expense	3,011,234	2,555,901
Income tax expense	692,301	599,746
Net income	\$ 2,318,933	\$ 1,956,155
Weighted average shares outstanding		
Basic	5,359,078	5,425,224
Diluted	5,567,927	5,586,339
Basic income per common share	\$ 0.43	\$ 0.36
Diluted income per common share	\$ 0.42	\$ 0.35

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

	Six Months Ended	
	June 30,	
	2026	2025
Interest and fee income		
Loans, including fees	\$ 12,252,011	\$ 12,365,457
Taxable securities	702,708	731,156
Tax-exempt securities	228,202	168,427
Other	946,200	674,713
Total interest and fee income	14,129,121	13,939,753
Interest expense		
Deposits	1,901,397	2,629,860
Total interest expense	1,901,397	2,629,860
Net interest income	12,227,724	11,309,893
Provision for credit losses	200,000	150,000
Net interest income after provision for credit losses	12,027,724	11,159,893
Other income		
Service charges and fees	728,306	719,549
Mortgage banking income	136,889	167,862
Other non-interest income	16,687	14,035
Total other income	881,882	901,446
Other expense		
Salaries and employee benefits	4,547,404	4,330,500
Net occupancy expense	1,534,116	1,462,233
Data processing fees	426,491	384,415
Professional fees	283,068	313,696
Other operating expenses	509,700	664,214
Total other expense	7,300,779	7,155,058
Income before income tax expense	5,608,827	4,906,281
Income tax expense	1,278,975	1,156,112
Net income	\$ 4,329,852	\$ 3,750,169
Weighted average shares outstanding		
Basic	5,356,948	5,424,901
Diluted	5,567,647	5,588,894
Basic income per common share	\$ 0.81	\$ 0.69
Diluted income per common share	\$ 0.78	\$ 0.67