

United Bancorporation of Alabama, Inc.
And Subsidiaries
Consolidated Balance Sheets
(Unaudited)

	March 31, 2021	March 31, 2020
	(Unaudited)	(Unaudited)
<u>Assets</u>		
Cash and due from banks	\$ 46,234,121	\$ 35,691,439
Interest-bearing deposits in banks	145,688,926	73,796,421
Federal funds sold	-	2,000,000
Cash and short term investments	191,923,047	111,487,860
Securities available for sale, at fair value (amortized cost of \$153,576,509 and \$113,221,250 at March 31, 2021 and 2020, respectively)	152,524,056	115,584,618
Securities held to maturity, at amortized cost (fair value of \$15,176,766 and \$17,804,832 at March 31, 2021 and 2020, respectively)	14,689,552	17,321,868
	167,213,608	132,906,486
Loans held for sale	1,010,380	738,990
Loans held for investment	553,218,075	459,649,937
Less: Allowance for loan losses	8,613,870	5,983,472
Loans, net	544,604,205	453,666,465
NMTC Sub-CDE QLICI Loans	3,500,000	3,500,000
Premises and equipment, net	15,873,418	16,031,589
Interest receivable	4,116,716	3,800,958
Bank owned life insurance	12,111,940	11,792,313
Other real estate owned, net	-	1,083,359
Other assets	8,684,810	7,969,281
Total assets	949,038,124	742,977,301
<u>Liabilities and Stockholders' Equity</u>		
Deposits:		
Non-interest bearing	430,181,853	281,411,800
Interest-bearing	398,472,973	348,347,519
Total deposits	828,654,826	629,759,319
Interest payable	150,075	239,856
Other borrowings	9,741,848	10,435,594
Note payable to Trust	10,310,000	10,310,000
Accrued expenses and other liabilities	2,958,057	5,701,155
Total liabilities	851,814,807	656,445,924
Stockholders' equity		
Preferred stock of \$.01. Authorized 250,000 shares; no shares issued	-	-
Class A common stock, par value \$0.01. Authorized 5,000,000 shares; 3,793,388 and 3,776,436 issued; 3,744,869 and 3,704,543 shares outstanding in 2021 and 2020, respectively	37,934	37,764
Class B common stock, par value \$0.01. Authorized 250,000 shares; no shares issued	-	-
Additional paid in capital	33,641,851	33,261,848
Retained earnings	65,437,805	53,022,968
Accumulated other comprehensive loss net of tax	(789,340)	1,772,527
	98,328,250	88,095,107
Less 239 treasury shares, at cost	1,951	1,951
Less unvested restricted stock and unallocate ESOP shares (48,280 and 71,654, respectively)	1,102,982	1,561,779
Total stockholders' equity	97,223,317	86,531,377
Total liabilities and stockholders' equity	\$ 949,038,124	\$ 742,977,301

United Bancorporation of Alabama, Inc.
And Subsidiaries
Consolidated Statements of Earnings
(Unaudited)

	Three Months Ended March 31	
	2021	2020
Interest income:		
Interest and fees on loans	\$ 7,295,707	\$ 6,222,688
Interest on investment securities:		
Taxable securities	516,321	563,228
Nontaxable securities	203,477	195,297
Total investment income	719,798	758,525
Other interest income	29,370	259,555
Total interest income	8,044,875	7,240,768
Interest expense:		
Interest on deposits	562,771	728,569
Interest on other borrowed funds	94,802	142,945
Total interest expense	657,573	871,514
Net interest income	7,387,301	6,369,254
Provision for loan losses	593,134	700,000
Net interest income after provision for loan losses	6,794,167	5,669,254
Noninterest income:		
Service charge and fees	1,172,959	1,174,327
CDFI Award income	-	799,000
New market tax credit sub-allocation and placement fees	1,060,000	280,000
Investment securities gains, net	27,687	207,454
Mortgage loan and related fees	520,539	260,402
Other	1,182,275	403,158
Total noninterest income	3,963,460	3,124,341
Noninterest expense:		
Salaries and benefits	3,544,183	3,321,898
Net occupancy expense	720,895	653,599
Other	1,884,408	1,834,941
Total noninterest expense	6,149,486	5,810,438
Earnings before income tax expense	4,608,142	2,983,157
Income tax expense	1,030,020	613,689
Net earnings	3,578,122	2,369,468
Net earnings available to common shareholders	\$ 3,578,122	\$ 2,369,468
Basic earnings per common share	\$ 0.96	\$ 0.64
Basic weighted-average shares outstanding	3,744,651	3,704,441
Diluted earnings per common share	\$ 0.96	\$ 0.64
Diluted weighted-average shares outstanding	3,744,651	3,704,441
Cash dividend declared per share	\$ -	\$ -

United Bancorporation of Alabama, Inc.

Quarterly Comparison

	3/31/2021	12/31/2020	9/30/2020	6/30/20 No CMF Award	6/30/2020	3/31/2020
Equity						
Tier One Leverage	11.71%	11.37%	11.49%		12.10%	12.95%
Tier One Capital	18.28%	17.51%	17.66%		17.75%	17.99%
Equity to Total Assets	10.27%	9.74%	10.59%		10.44%	11.69%
At Month End						
Loans, net of unearned income	553,218,075	528,061,950	551,126,127		512,361,189	459,649,937
Total Deposits	828,654,826	868,879,616	770,724,204		771,013,911	629,759,319
Total Assets	949,038,124	993,907,402	903,211,003		890,566,788	742,977,301
Earnings & Performance Ratios						
Net Income	3,578,122	1,554,805	2,303,469	1,307,067	5,941,527	2,369,468
Net Interest Margin	3.66%	3.33%	3.51%	3.40%	3.40%	3.95%
Return on Average Equity	14.86%	6.46%	9.77%	5.81%	27.00%	11.22%
Return on Average Assets	1.58%	0.66%	1.02%	0.62%	2.87%	1.30%
Earnings per Share	0.96	0.42	0.62	0.35	1.60	0.64
Weighted Avg Shares Outstanding	3,744,651	3,732,848	3,723,552	3,708,050	3,708,050	3,704,441



Quarterly Comparison

	3/31/2021	12/31/2020	9/30/2020	6/30/20 No CMF Award	6/30/2020	3/31/2020
Equity						
Tier One Leverage	0.0913	8.94%	8.92%		9.36%	9.79%
Tier One Capital	0.1442	13.95%	13.88%		13.86%	13.73%
Equity/Assets	8.81%	8.50%	9.28%		8.99%	9.92%
Cost of Funds						
United Bank Cost of Funds	0.30%	0.31%	0.33%		0.39%	0.49%
AL Banks Peers Cost of Funds	n/a	0.48%	0.57%		0.66%	0.81%