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## BOARD OF DIRECTORS

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John P. Henry, III  
Chairman

Daniel B. Brown  
Vice-Chairman

Scott E. Fritz  
President, Chief Executive Officer

David L. Swartz  
Secretary

Daniel L. Benner

Matthew J. Ford

Robin Holman Loy

David M. McMillen

James M. Sheaffer

Timothy P. Stayer

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## EXECUTIVE OFFICERS

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Scott E. Fritz  
President, Chief Executive Officer

Kimberly A. Benner  
EVP, Trust and Financial Services  
Division Manager

William R. Feist IV  
EVP, Chief Lending Officer

Richard R. Leitzel  
EVP, Chief Financial Officer

Michael A. Moore  
EVP, Chief Risk Officer

FIRST COMMUNITY  
FINANCIAL CORPORATION

### CONTACT US

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# 2021 Third Quarter Financial Report

FIRST COMMUNITY  
FINANCIAL CORPORATION

## LETTER TO SHAREHOLDERS

We are pleased to report financial results for the third quarter of 2021 (unaudited) for First Community Financial Corporation.

The Corporation's total assets ended the third quarter at \$681 million, compared to total assets of \$603 million as of Sep 30, 2020. Total loans increased to \$406 million, compared to \$380 million as of Sep 30, 2020. Net income for the nine months that ended Sep 30, 2021 increased to \$3.954 million, compared to \$2.790 million for the same period in 2020.

The Board of Directors has declared a quarterly regular cash dividend of \$0.14 per share, an annual performance cash dividend of \$0.15 per share, and a one-time special cash dividend of \$0.09 per share. The cash dividends will be paid on December 17, 2021, to shareholders of record as of December 10, 2021.

We appreciate your investment and support in First Community Financial Corporation. Our team is working hard to make sure we are serving our customers and adding value for our shareholders. We look forward to a productive year and we remain focused on sustainable and profitable growth.

Sincerely,



Scott E. Fritz

## CONSOLIDATED BALANCE SHEET

(Dollars in thousands except per share amounts; unaudited)

	Sep 30 2021	Sep 30 2020
<b>Assets</b>		
Cash and cash equivalents	\$ 34,872	\$ 26,749
Securities	210,295	167,696
Loans receivable net of the allowance for loan losses	406,931	380,364
Premises/equipment, net	5,598	6,426
Other assets	23,655	21,916
<b>Total Assets</b>	<b>\$ 681,351</b>	<b>\$ 603,151</b>

### Liabilities and Shareholders' Equity

<b>Liabilities</b>		
Non-interest bearing deposits	\$ 113,885	\$ 88,473
Interest bearing deposits	455,765	401,242
<b>Total Deposits</b>	<b>569,650</b>	<b>489,715</b>
Long-term debt	38,000	44,000
Other liabilities	15,469	14,880
<b>Total Liabilities</b>	<b>623,119</b>	<b>548,595</b>

### Shareholders' Equity

Common stock: Par value	\$ 14,160	\$ 14,160
Surplus	720	720
Undivided profits	39,016	35,764
Treasury Stock	- 72	- 200
Accumulated other comprehensive income	4,408	4,112
<b>Total Shareholders' Equity</b>	<b>58,232</b>	<b>54,556</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>\$ 681,351</b>	<b>\$ 603,151</b>

### Selected Financial Data

Sep 30, 2021 & Sep 30, 2020	2021	2020
Return on average assets (annualized)	0.81%	0.66%
Return on average equity (annualized)	9.29%	7.09%
Book value	\$ 20.58	\$ 19.32

## CONSOLIDATED INCOME STATEMENT

(Dollars in thousands except per share amounts; unaudited)

	Nine Months Ended	
	Sep 30 2021	Sep 30 2020
<b>Interest Income</b>		
Loans receivable	\$ 12,447	\$ 12,159
Taxable securities	1,648	1,795
Tax-exempt securities	1,299	855
Other	102	138
<b>Total Interest Income</b>	<b>15,496</b>	<b>14,947</b>
<b>Interest Expense</b>		
Deposits	1,794	2,981
Borrowed funds	533	547
<b>Total interest expense</b>	<b>2,327</b>	<b>3,528</b>
<b>Net Interest Income</b>	<b>13,169</b>	<b>11,419</b>
Provision for loan losses	125	1 550
<b>Net Interest Income after Provision for Loan Losses</b>	<b>13,044</b>	<b>10,869</b>
<b>Other Income</b>		
Income from Fiduciary Activities	538	548
Service charges on deposits	421	409
Other income	1,630	1,646
<b>Total other income</b>	<b>2,589</b>	<b>2,603</b>
<b>Other Expenses</b>		
Salaries/employee benefits	5,750	5,582
Net Occupancy & Equipment	1,281	1,267
Marketing	168	181
Other operating expenses	3,938	3,333
<b>Total other expenses</b>	<b>11,137</b>	<b>10,363</b>
<b>Income Before Income Taxes</b>	<b>4,496</b>	<b>3,109</b>
Federal income taxes	542	319
<b>Net income</b>	<b>\$ 3,954</b>	<b>\$ 2,790</b>
<b>Net income per Share</b>	<b>\$1.40</b>	<b>\$0.99</b>