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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

William B. Martin  
EVP, Chief Financial Officer

Michael A. Moore  
EVP, Chief Risk Officer

FIRST COMMUNITY  
FINANCIAL CORPORATION

### CONTACT US

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# 2022 Second Quarter Financial Report

FIRST COMMUNITY  
FINANCIAL CORPORATION

## LETTER TO SHAREHOLDERS

We are pleased to report financial results for the second quarter of 2022 (unaudited) for First Community Financial Corporation.

The Corporation's total assets ended the first quarter at \$701 million, compared to total assets of \$665 million as of June 30, 2021.

Total loans increased to \$437 million, compared to \$405 million as of June 30, 2021.


Net income for the three months that ended June 30, 2022 decreased to \$1.234 million, compared to \$1.385 million for the same period in 2021.

Bank Tier 1 Capital ended the second quarter at 58.791 million, an increase from 56.229 million as of June 30, 2021.

The Board of Directors has declared a quarterly regular cash dividend of \$0.16 per share. The cash dividends will be paid on September 23, 2022, to shareholders of record as of September 16, 2022.

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)

	Jun 30 2022	Jun 30 2021
<b>Assets</b>		
Cash and cash equivalents	\$ 22,389	\$ 21,865
Securities	204,822	208,265
Loans receivable net of the allowance for loan losses	437,382	405,530
Premises/equipment, net	5,194	6,277
Other assets	31,836	23,582
<b>Total Assets</b>	<b>\$ 701,623</b>	<b>\$ 665,519</b>

### Liabilities and Shareholders' Equity

<b>Liabilities</b>		
Non-interest bearing deposits	\$ 120,003	\$ 107,757
Interest bearing deposits	494,353	448,611
<b>Total Deposits</b>	<b>614,356</b>	<b>556,368</b>
Long-term debt	33,000	38,000
Other liabilities	14,057	13,879
<b>Total Liabilities</b>	<b>661,413</b>	<b>608,247</b>

### Shareholders' Equity

Common stock: Par value	\$ 14,160	\$ 14,160
Surplus	720	720
Undivided profits	40,781	38,090
Treasury Stock	- 72	- 200
Accumulated other comprehensive income	-15,379	4,502
<b>Total Shareholders' Equity</b>	<b>40,210</b>	<b>57,272</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>\$ 701,623</b>	<b>\$ 665,519</b>

### Selected Financial Data

Jun 30, 2022 & Jun 30, 2021	2022	2021
Return on average assets (annualized)	0.72%	0.83%
Return on average equity (annualized)	9.50%	9.35%
Book value	\$ 14.21	\$ 20.28

## CONSOLIDATED INCOME STATEMENT

(Dollars in thousands except per share amounts; unaudited)

	Six Months Ended	
	Jun 30 2022	Jun 30 2021
<b>Interest Income</b>		
Loans receivable	\$ 8,691	\$ 8,197
Taxable securities	1,359	1,064
Tax-exempt securities	874	855
Other	95	64
<b>Total Interest Income</b>	<b>11,019</b>	<b>10,180</b>
<b>Interest Expense</b>		
Deposits	930	1,215
Borrowed funds	305	363
<b>Total interest expense</b>	<b>1,235</b>	<b>1,578</b>
<b>Net Interest Income</b>	<b>9,784</b>	<b>8,602</b>
Provision for loan losses	200	125
<b>Net Interest Income after Provision for Loan Losses</b>	<b>9,584</b>	<b>8,477</b>
<b>Other Income</b>		
Income from Fiduciary Activities	354	369
Service charges on deposits	393	258
Other income	1,029	967
<b>Total other income</b>	<b>1,776</b>	<b>1,594</b>
<b>Other Expenses</b>		
Salaries/employee benefits	4,243	3,679
Net Occupancy & Equipment	850	855
Marketing	166	101
Other operating expenses	3,233	2,444
<b>Total other expenses</b>	<b>8,492</b>	<b>7,079</b>
<b>Income Before Income Taxes</b>	<b>2,868</b>	<b>2,992</b>
Federal income taxes	334	359
<b>Net income</b>	<b>\$ 2,534</b>	<b>\$ 2,633</b>
<b>Net income per Share</b>	<b>\$0.90</b>	<b>\$0.93</b>