



United Bancorp Inc. Shareholders/Customers:

Fourth quarter net interest income totaled \$888k, increasing from \$855k for the previous quarter, increasing from \$839k for the second quarter and \$797k for the first quarter of 2024. The year-to-Date net interest income of \$3.379M decreased from the \$3.587M of December 31, 2023. We will continue to monitor interest rates closely to ensure that we maintain a healthy net interest margin through focusing on building our retail customer deposits to reduce our cost of funds.

For the fourth quarter of 2024, we ended the quarter with assets of \$169.8M (million), up from \$168.6M at September 30, 2024 and up \$10.7M from \$159.1M at December 2023.

We earned \$558k (thousand) for the fourth quarter of 2024, increasing from \$187k for the third quarter of 2024, the \$244k earned in the second quarter and the first quarter earnings of \$110k. This quarter-over-quarter increase from the third quarter to fourth quarter can be attributed to the addition of our Capital Market division. Total YTD 2024 income is \$1.099M down \$1.365M from 2023, however 2023 included a one-time \$652k Mortgage Servicing Asset Income without which our 2023 net income would have been \$713k.

A few financial highlights for the **Fourth Quarter and Year 2024** include:

- United Trust Bank has now had **43** consecutive months of profitability.
- Our ROA and ROE continue to be positive at .63% and 7.26% for 2024.
- Total loans remained steady at \$143.5M for the fourth quarter compared to \$143.8M in the third quarter.
- Total deposits have increased \$6M in the fourth quarter to \$117.3M from \$111.3M in the third quarter and increased \$13.2M from December 31, 2023. The deposit increase has been in Time Deposits with both institutional deposit and organic customer deposit growth.
- Supporting the bank in the profitability mentioned above, we processed \$100M in Mortgage and Capital Market Loans Held for Sale (LHFS) during the third quarter compared to \$100M in the third quarter, \$94M in the second quarter of 2024 and \$92M in the first quarter 2024. Our Gain on Sale on LHFS Loans (including Capital Markets derivative and hedging income) for fourth quarter was \$5.19M, up from third quarter of \$4.22M and second quarter of \$3.75M and \$3.70M in the first quarter.

Our Tier 1 Leverage Ratio decreased to 8.86% on December 31, 2024 from 9.08% on September 30, 2024. That ratio was 8.69% on December 31, 2023 and 10.59% on December 31, 2022. Our total capital base grew due to our profitability and was \$14.5M on December 31, 2024, up from \$13.5M one year ago, which included a \$175k dividend up to our Holding Company cash account. Our Total Risk Based Capital Ratio was 15.83% on December 31, 2024, up from 15.35% on September 30, 2024. That ratio was 16.01% on December 2023 and 18.07% at the end of December 2022. These changes are due to our Total Risk Weighted Assets fluctuations.

The Allowance for Credit Losses as a percentage of loans increased to 0.68% on December 31, 2024 from 0.64% on September 30, 2024. When considering the additional reserves required with our purchased Consumer Loans in our portfolio the ratio increases to 0.77%. We continued to have excellent credit



quality over the quarter with our Texas Ratio on December 31, 2024 decreasing to 1.88% from 2.15% last quarter.

To summarize the performance at United Trust, here is a chart comparing our consolidated key operating ratios for December Year-To-Date 2024 to our annual performance in 2023 and 2022:

	<u>Year 2024</u>	<u>Year 2023</u>	<u>Year 2022</u>
Tier 1 Leverage (EOP)	8.86%	8.69%	10.59%
Total Risk Based Capital (EOP)	15.83%	16.01%	18.07%
Return on Assets (ROA)	0.63%	0.93%	2.21%
Return on Equity (ROE)	7.26%	11.06%	20.29%
ALLL (excluding LHFS)	0.68%	0.63%	0.70%
Texas Ratio	1.88%	3.91%	1.15%
Net Interest Margin	2.32%	2.43%	3.36%
Efficiency Ratio	76.77%	91.78%	92.59%
Liquidity Ratio (to Deposits)	16.62%	16.70%	16.70%

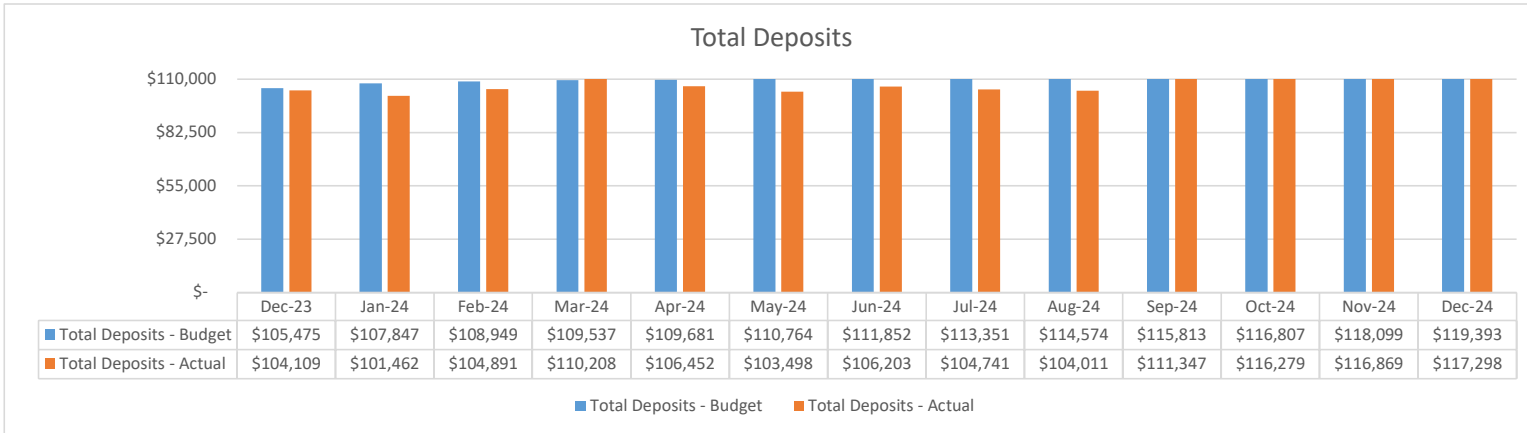
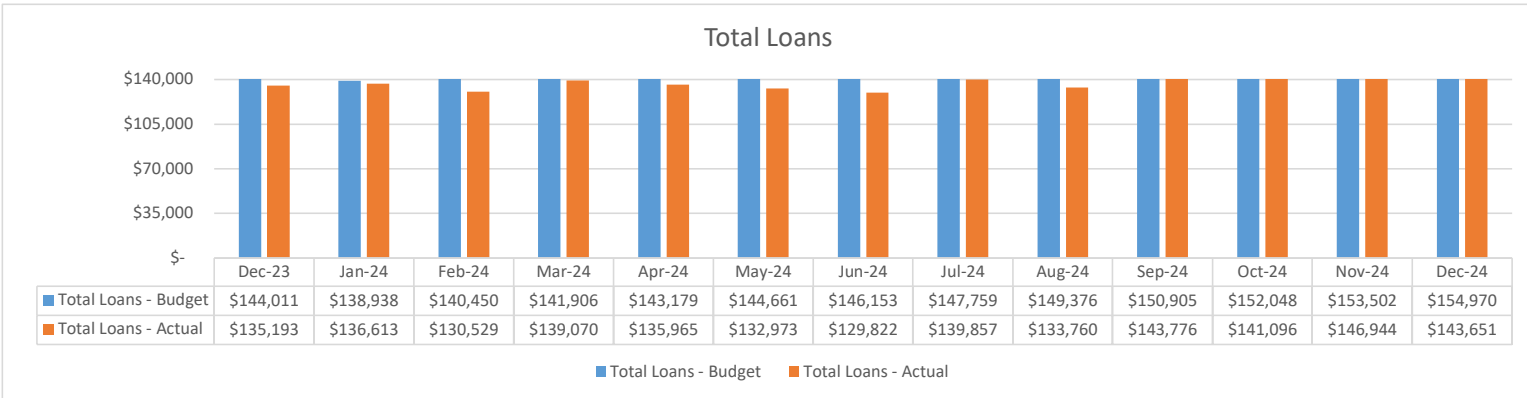
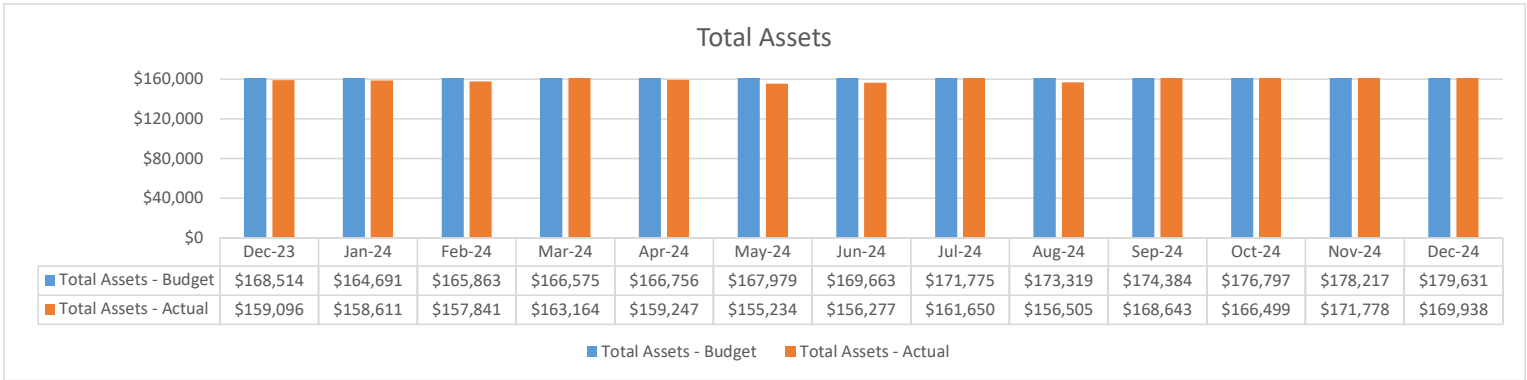
Additional support can also be found in the graphs and financial statements presented below. We look forward to 2025 with more opportunities for success for United Trust and our customers. We appreciate you as a customer, and we will continue to strive to meet all your banking needs. We have continued to increase the value to our shareholders, as our book value per share for United Bancorp, Inc. increased to \$1.28 per share on December 31, 2024, up from \$1.17 per share on December 31, 2023, and up from \$1.03 per share on December 31, 2022.

If you have any questions, please contact me at 404-488-0178 or “cwagner@utbhome.com”.

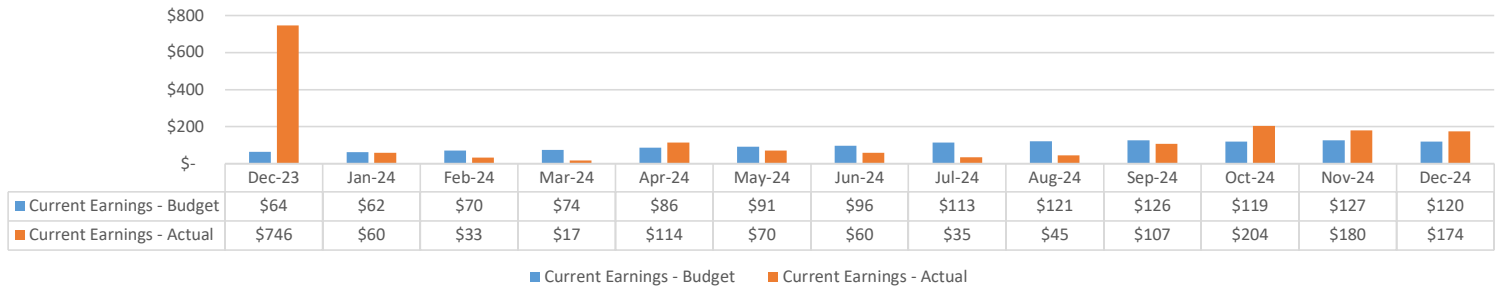
Best Regards,

Charles K. Wagner,
President and CEO

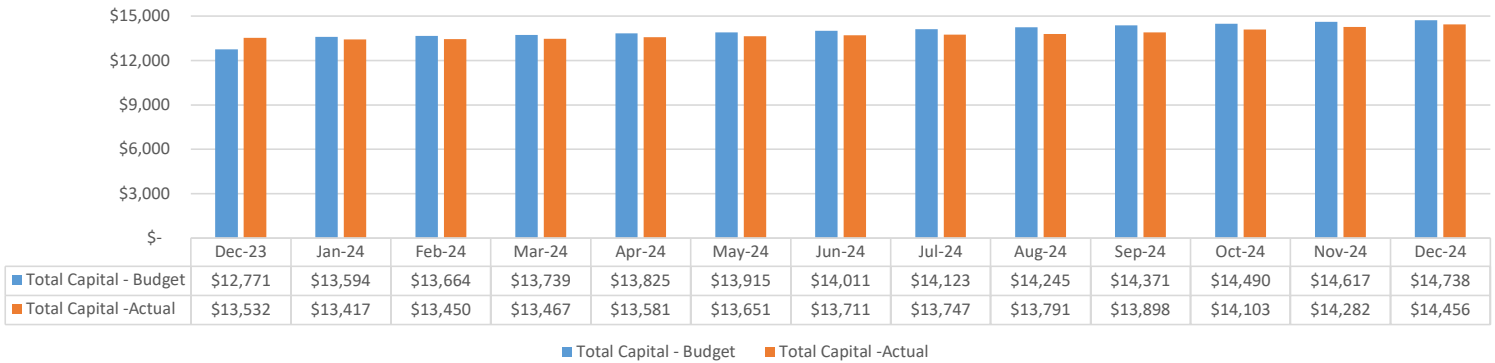




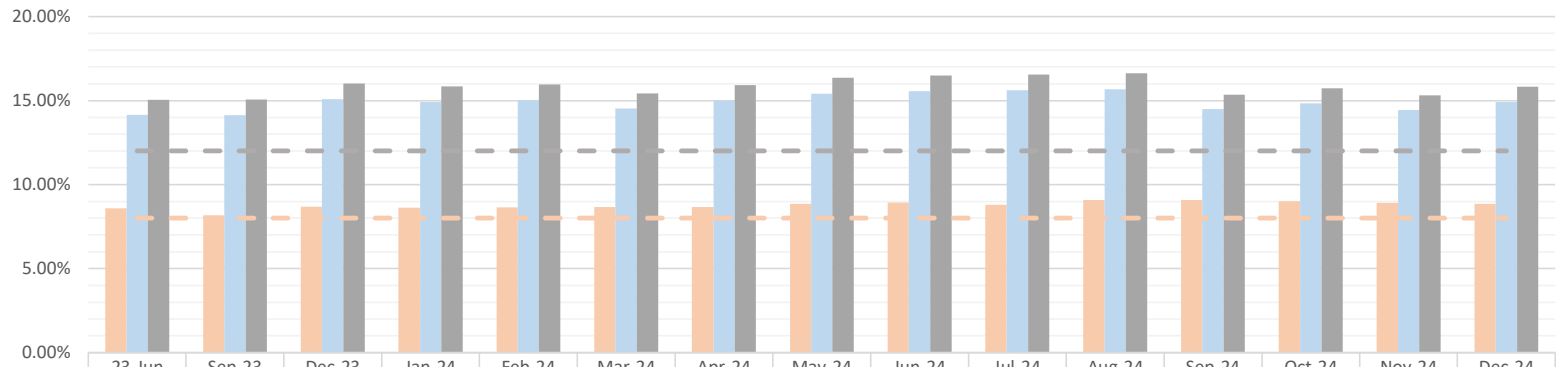
Total Earnings



Total Capital



Capital Ratios



	23-Jun	Sep-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24
Actual Tier 1 Leverage Ratio	8.59%	8.17%	8.69%	8.63%	8.64%	8.65%	8.66%	8.86%	8.94%	8.80%	9.09%	9.08%	9.01%	8.92%	8.86%
Actual Tier 1 Capital Ratio	14.14%	14.13%	15.08%	14.91%	15.03%	14.53%	15.01%	15.42%	15.56%	15.62%	15.67%	14.48%	14.84%	14.43%	14.91%
Actual Total Risk Based	15.05%	15.06%	16.01%	15.84%	15.96%	15.43%	15.92%	16.36%	16.49%	16.55%	16.61%	15.35%	15.73%	15.32%	15.83%
OCC Leverage Ratio	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%
OCC Total Risk Based	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%

■ Actual Tier 1 Leverage Ratio
 ■ Actual Tier 1 Capital Ratio
 ■ Actual Total Risk Based
 - - - OCC Leverage Ratio
 - - - OCC Total Risk Based

United Trust Bank
Balance Sheet

	December 31, 2024	December 31, 2023
<u>Assets</u>		
Cash & Due	\$ 19,472	\$ 17,349
Securities		
Mortgage-Backed Securities	28	32
Gross Unrealized AFS G/L	-	-
Total Securities	\$ 28	\$ 32
Loans		
Commercial	3,309	2,360
Real Estate		
Commercial	14,358	12,144
Residential	110,856	111,140
Mortgage Loans HFS	10,795	2,880
Total Real Estate	\$ 136,009	\$ 126,164
Consumer	4,000	5,120
Nonaccrual Loans	278	543
Other Loans	55	1,006
Total Loans	\$ 143,651	\$ 135,193
Loan Loss Reserve	(900)	(834)
Net Loans and Leases	\$ 142,751	\$ 134,359
Fixed Assets	2,695	2,648
OREO	-	-
Equity Securities	1,985	1,985
Mortgage Servicing Rights	564	653
Other Assets	2,326	2,070
Total Assets	\$ 169,821	\$ 159,096
 <u>Liabilities</u>		
Demand Deposits	18,254	23,126
Interest Bearing Deposits		
NOW Accounts	1,670	1,956
Money Market Accounts	8,327	7,040
Savings	624	879
Time Deposits		
CD's > 250K	23,594	21,229
CD's 100K-250K	51,791	36,853
CDs < 100K	13,038	13,025
Total Time Deposits	\$ 88,423	\$ 71,107
Total Interest Bearing Deposits	\$ 99,044	\$ 80,982
Total Deposits	\$ 117,298	\$ 104,108
Borrowed Funds	36,000	39,800
Other Liabilities	2,067	1,656
Total Liabilities	\$ 155,365	\$ 145,564
<u>Capital</u>		
Common Stock	23,167	23,167
Undivided Profit	(9,810)	(11,000)
Current Earnings	1,099	1,365
Net Unrealized AFS G/L	-	-
Total Capital	\$ 14,456	\$ 13,532
Total Liabilities & Capital	\$ 169,821	\$ 159,096

United Trust Bank
Income Statement

	4th Quarter 2024	4th Quarter 2023	Year To Date 2024	Year To Date 2023
Interest Income				
Cash & Due	\$ 149,078	\$ 168,786	\$ 605,752	\$ 715,578
Securities				
Mortgage-Backed Securities	363	463	1,662	1,866
Loans				
Commercial	62,026	52,600	291,248	215,722
Real Estate	2,091,311	1,966,076	7,797,828	6,979,949
Consumer	91,169	110,460	405,472	341,302
Other Loans	-	-	-	-
Total Loans	<u>\$ 2,244,506</u>	<u>\$ 2,129,136</u>	<u>\$ 8,494,548</u>	<u>\$ 7,536,973</u>
Total Interest Income	<u>\$ 2,393,947</u>	<u>\$ 2,298,385</u>	<u>\$ 9,101,962</u>	<u>\$ 8,254,417</u>
Interest Expense				
NOW Accounts	476	534	1,988	2,271
Money Market Accounts	73,995	72,310	284,988	292,405
Savings	160	189	683	850
Time Deposits	1,016,844	790,892	3,658,024	2,567,365
Total Deposits	<u>\$ 1,091,475</u>	<u>\$ 863,925</u>	<u>\$ 3,945,683</u>	<u>\$ 2,862,891</u>
Borrowed Funds	414,119	516,365	1,776,940	1,804,287
Total Interest Expense	<u>\$ 1,505,594</u>	<u>\$ 1,380,290</u>	<u>\$ 5,722,623</u>	<u>\$ 4,667,178</u>
Net Interest Income	<u>\$ 888,353</u>	<u>\$ 918,095</u>	<u>\$ 3,379,339</u>	<u>\$ 3,587,239</u>
Loan Loss Provision	59,207	4,325	67,944	157,091
Net Interest Income after Provision	<u>\$ 829,146</u>	<u>\$ 913,770</u>	<u>\$ 3,311,395</u>	<u>\$ 3,430,148</u>
Non-Interest Income				
Service Charges	12,421	7,587	46,920	41,173
Fee Income				
Loan Fees (Not in NIM)	(18,550)	(14,958)	(94,193)	(107,542)
Brokered Fee Income	87,393	54,632	196,402	365,208
Gain on Sale Mortgage Loans	4,900,373	3,464,205	16,658,389	14,889,567
Hedging and Derivatives	246,680	-	307,074	-
Gain on Sale Portfolio Loans	9,607	-	88,560	-
Other Fee Income	127,920	75,141	175,931	209,533
Total Fee Income	<u>\$ 5,353,423</u>	<u>\$ 3,579,020</u>	<u>\$ 17,332,163</u>	<u>\$ 15,356,766</u>
Mortgage Servicing Income	-	652,677	-	652,677
Other Income	44,859	6,100	152,396	25,969
FHLB Stock Dividend	38,412	25,732	164,018	118,426
Total Non-Interest Income	<u>\$ 5,449,115</u>	<u>\$ 4,271,116</u>	<u>\$ 17,695,497</u>	<u>\$ 16,195,011</u>
Non-Interest Expense				
Employee	3,685,229	2,636,988	11,924,763	11,077,933
Occupancy	161,634	159,479	644,295	616,053
Equipment Expense	170,910	138,314	644,375	564,109
Data Processing	71,319	71,201	306,845	288,300
Professional Fees	78,313	52,651	280,720	286,379
Marketing	776,229	620,116	3,256,367	2,927,604
Other Employee Expense	25,332	64,512	171,758	171,917
Loan Expense	460,341	421,967	1,839,222	1,683,262
Other Expense	183,946	131,123	582,089	540,447
Total Non-Interest Expense	<u>\$ 5,613,253</u>	<u>\$ 4,296,351</u>	<u>\$ 19,650,434</u>	<u>\$ 18,156,004</u>
Operating Income	665,008	888,535	1,356,458	1,469,155
Federal Tax	66,501	(32,291)	143,832	13,425
State Tax	40,988	26,331	113,834	90,597
Net Income	<u>\$ 557,519</u>	<u>\$ 894,495</u>	<u>\$ 1,098,792</u>	<u>\$ 1,365,133</u>