



FOR IMMEDIATE RELEASE

Contact: Neil Hayslett
(304) 358-2311

August 2, 2022

Allegheny Bancshares, Inc. Announces Second Quarter and Year to Date 2022 Results

Franklin, West Virginia – Allegheny Bancshares, Inc., the parent company of PCB, announces second quarter net income of \$1,487,349 versus \$1,157,945 for the same period in 2021 or a 28.45% increase. Per share net income for 2022 of \$1.81 compares to \$1.42 for the same period in 2021.

Financial Highlights:

Key financial highlights are as follows. Comparisons are to the corresponding period in the prior year unless otherwise stated:

- Year to date net income totaled \$2,576,152 (\$3.14 per share) versus \$2,349,113 (\$2.87 per share) for the prior year.
- Loans held for investment (excluding PPP loans) total \$403.5 million. This is an increase of \$20.9 million (5.46%) and \$67.6 million (20.11%), respectively for the second quarter and the trailing twelve months.
- Non-performing assets totaled \$727 thousand (.11%) of total assets versus \$1.1 million (.18%).
- Second quarter net interest margin of 3.73% (on a fully tax equivalent basis) compares favorably to 3.37% in the first quarter and full year 2021.
- Provision for loan losses of \$360 thousand vs. \$300 thousand.
- Total deposits increased \$18.6 million (3.28%) year to date and \$27.3 million (6.39%) for the trailing twelve months.
- Total assets increased \$12.8 million (2.04%) to \$641.4 million year to date and \$21.5 million (3.46%) in the preceding twelve months.

William A. Loving, President and CEO, stated, "I am extremely pleased with our second quarter financial results. We are beginning to see the results of our strategic initiatives coming to fruition through the addition of six financial centers, two loan production offices, a dealer finance division, and an agricultural lending segment over a two-year period. As we grow, all team members have provided our brand of community banking – a people centered, community-driven approach – which has helped drive our profitability.

Throughout the second quarter PCB continued to see a strong demand for borrowing needs. Our dealer finance, residential real estate, and commercial real estate portfolios grew. The strong loan growth that impacted our balance sheet in the second quarter and trailing twelve months is positively driving our net income. Additionally, PCB has experienced year to date deposit growth of \$18.6M – a reflection of our hardworking teammates creating new and deepening current relationships with customers.

I would be remiss if I failed to mention an accolade achieved by our team members, and one for which I am incredibly proud. In June 2022, PCB was honored to be named "Best Bank, Ag Lender, and Home Mortgage of 2022" by voters in

the Shenandoah Valley Best Contest hosted by Harrisonburg Radio Group. This recognition serves as confirmation that our community banking model and desire to be a positive force within all communities we serve is in fact recognized as a brand that the community appreciates. We are humbled to be seen as an integral part of our communities and appreciative for the customers and community members who continue to support PCB.

I am proud of our team and look forward to the third quarter and year ahead. I remain optimistic regarding our future as we remain committed to our customers and communities.”

About Allegheny Bancshares, Inc.

Allegheny Bancshares, Inc., parent company of Pendleton Community Bank, is a \$641 million bank holding company headquartered in Franklin, West Virginia. PCB is an independent community bank serving the West Virginia communities of Franklin, Moorefield, Marlinton, Petersburg, Wardensville, Mount Hope, Oak Hill, and Beckley with eight full-service financial centers and a loan production office in Lewisburg. The institution currently operates five financial centers in the Virginia communities of Harrisonburg (3), Bridgewater and Staunton, and a loan production office in Staunton. Since 1925, PCB provides products and services that facilitate customer financial success, encourage professional success for team members, and stimulate economic growth in the communities it serves. PCB is your bank for generations. Member FDIC. Equal Housing Lender.

The results reflected above are based on preliminary information within our internal accounting records and do not reflect audited results.

This press release may contain forward-looking statements, which are not historical facts and pertain to future operating results. These forward-looking statements are intended to be covered by the safe harbor provisions for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995. These forward-looking statements are subject to significant business, economic, and competitive uncertainties, and contingencies, many of which are beyond our control. Accordingly, actual results may differ materially from anticipated results.

Additional information may be found on our website – www.yourbank.bank.