

JEFFERSONVILLE BANCORP

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Press Release

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Company Press Release

Jeffersonville Bancorp Announces First Quarter Earnings of \$1,562,000; Declares Dividend of \$0.15

JEFFERSONVILLE, N.Y., May 9, 2018 (PRIME NEWSWIRE) -- Jeffersonville Bancorp, Inc. (OTCQB - JFBC) announced today first quarter net income of \$1,562,000 or \$0.37 per share compared to \$1,401,000 or \$0.33 per share for the same quarter in 2017. The increase in quarterly net income compared to 2017 was attributable to several factors. Net interest income increased by \$143,000, non-interest expense decreased \$181,000, and tax expense decreased \$109,000. Those improvements were partially offset by a negative provision to loan losses of \$300,000 recognized in the first quarter of 2017.

A cash dividend in the amount of fifteen cents (\$0.15) per share on the common stock of the company was declared at the May 8, 2018 meeting of the Board of Directors. The dividend is payable on June 1, 2018 to stockholders of record at the close of business on May 22, 2018.

Jeffersonville Bancorp is a one-bank holding company, which owns all the capital stock of Jeff Bank. Jeff Bank maintains twelve full service branches in Sullivan and Orange County, New York located in Anawana Lake Road/Monticello, Eldred, Callicoon, Jeffersonville, Liberty, Livingston Manor, Loch Sheldrake, Monticello, Narrowsburg, Port Jervis, White Lake and Wurtsboro.

Jeffersonville Bancorp and Subsidiary
Consolidated Balance Sheets

(In thousands, except share and per share data)

As of	March 31, 2018	December 31, 2017
ASSETS		
Cash and cash equivalents	\$ 89,778	\$ 73,437
Securities available for sale, at fair value	75,286	80,018
Securities held to maturity, fair value of \$31,850 at March 31, 2018 and \$30,909 at December 31, 2017	31,927	30,450
Loans, net of allowance for loan losses of \$3,587 at March 31, 2018 and \$3,526 at December 31, 2017	293,527	286,800
Accrued interest receivable	1,904	1,682
Bank-owned life insurance	17,589	17,506
Foreclosed real estate	896	948
Premises and equipment, net	6,936	7,079
Restricted investments	507	507
Other assets	3,988	3,630
Total Assets	<u>\$ 522,338</u>	<u>\$ 502,057</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities		
Deposits:		
Demand deposits (non-interest bearing)	\$ 117,534	\$ 114,755
NOW and super NOW accounts	92,888	79,091
Savings and insured money market deposits	156,264	148,758
Time deposits	87,609	91,058
Total Deposits	454,295	433,662
Other liabilities	5,081	6,016
Total Liabilities	<u>459,376</u>	<u>439,678</u>
Stockholders' equity		
Series A preferred stock, no par value; 2,000,000 shares authorized, none issued	—	—
Common stock, \$0.50 par value; 11,250,000 shares authorized, 4,767,786 shares issued with 4,234,505 outstanding	2,384	2,384
Paid-in capital	6,483	6,483
Treasury stock, at cost; 533,281 shares	(4,965)	(4,965)
Retained earnings	62,489	61,563
Accumulated other comprehensive loss	(3,429)	(3,086)
Total Stockholders' Equity	<u>62,962</u>	<u>62,379</u>
Total Liabilities and Stockholders' Equity	<u>\$ 522,338</u>	<u>\$ 502,057</u>

This does not represent complete financial statements. Complete financial statements may be found at www.jeffbank.com

Jeffersonville Bancorp and Subsidiary
Consolidated Statements of Income
(In thousands, except per share data)

For the Three Months Ended March 31,	2018	2017
Interest and Dividend Income		
Loan interest and fees	\$ 3,788	\$ 3,813
Securities:		
Taxable	266	236
Tax-exempt	533	608
Other interest and dividend income	284	83
Total Interest and Dividend Income	<u>4,871</u>	<u>4,740</u>
Interest Expense on Deposits		
	<u>195</u>	<u>207</u>
Net interest income	4,676	4,533
Provision (credit) for loan losses	—	(300)
Net Interest Income after Provision for Loan Losses	<u>4,676</u>	<u>4,833</u>
Non-Interest Income		
Service charges	298	271
Fee income	335	316
Earnings on bank-owned life insurance	84	89
Net gain (loss) on sales of securities	25	—
Other non-interest income	30	69
Total Non-Interest Income	<u>772</u>	<u>745</u>
Non-Interest Expense		
Salaries and employee benefits	2,186	2,174
Occupancy and equipment expenses	466	492
Foreclosed real estate expense, net	27	45
Other non-interest expenses	904	1,054
Total Non-Interest Expenses	<u>3,584</u>	<u>3,765</u>
Income before income tax expense	1,865	1,813
Income tax expense	303	412
Net Income	<u>\$ 1,562</u>	<u>\$ 1,401</u>
Basic earnings per common share	<u>\$ 0.37</u>	<u>\$ 0.33</u>
Average common shares outstanding	<u>4,235</u>	<u>4,235</u>
Cash dividends declared per share	<u>\$ 0.15</u>	<u>\$ 0.14</u>

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