



Consolidated Comparative Quarterly Report

**June 30, 2025** 

## **FINANCIAL SUMMARY**

Southern BancShares (N.C.), Inc. and Subsidiaries Financial Highlights (Unaudited) (Dollars in thousands, except per share data)		For the Quarter Ended June 30, 2025 2024			_	As of and \ June 2025			Percent Change YTD	
SUMMARY BALANCE SHEET		2020		2024		2020		2027	110	
ASSETS										
Cash, due from banks and overnight funds sold					\$	164,697	\$	106,804	54%	
Investments						1,654,966		1,630,890	1%	
Loans less allowance for credit loss of \$34,459 and \$34,050						3,289,439		3,164,673	4%	
Other assets						184,076		183,556	0%	
Total assets					\$	5,293,178	\$	5,085,923	4%	
LIABILITIES										
Deposits:										
Noninterest-bearing deposits					\$	1,387,586	\$	1,326,690	5%	
Interest-bearing deposits						3,074,236		2,848,330	8%	
Total deposits						4,461,822		4,175,020	7%	
Borrowings						128,325		358,020	-64%	
Other liabilities						69,539		43,763	55%	
Total liabilities						4,659,686		4,577,803	2%	
SHAREHOLDERS' EQUITY										
Preferred stock						1,706		1,724	-1%	
Common stock						377		382	-1%	
Surplus						27,439		27,189	1%	
Retained earnings						751,765		661,403	14%	
Accumulated other comprehensive loss						(147,795)		(182,578)	-19%	
Total shareholders' equity					¢	633,492	¢	508,120	25%	
Total liabilities and shareholders' equity					\$	5,293,178	\$	5,085,923	4%	
SUMMARY EARNINGS PERFORMANCE										
Interest income	\$	53,943	\$	48,371	\$	106,214	\$	95,121	12%	
Interest expense	*	15,133	*	18,012	*	31,541	*	34,826	-9%	
Net interest income		38,810		30,359		74,673		60,295	24%	
Provision for credit losses		230		102		492		657	-25%	
Noninterest income		31,887		17,045		(12,732)		71,482	-118%	
Noninterest expense		27,226		25,682		`54,153		51,613	5%	
Income before income taxes		43,241		21,620		7,296		79,507	-91%	
Income tax expense		8,932		4,296		1,277		16,464	-92%	
Net income	\$	34,309	\$	17,324	\$	6,019	\$	63,043	-90%	
Net income per share	\$	450.53	\$	225.90	\$	77.93	\$	821.84		
Annualized return on average assets		2.59%		1.37%		0.22%		2.50%		
Annualized return on average equity		23.03%		14.17%		1.98%		26.27%		

## ADDITIONAL DISCLOSURE - ACCOUNTING FOR INVESTMENTS IN MARKETABLE EQUITY SECURITIES

Pursuant to Accounting Standards Update 2016-01: Financial Instruments—Overall (Subtopic 825-10): Recognition and Measurement of Financial Assets and Financial Liabilities ("ASU 2016-01"), equity investments must be measured at fair value with changes in fair value recognized in net income. For the quarters ended June 30, 2025 and 2024, unrealized gains on equity investments of \$24.4 million and \$8.7 million, respectively were included in noninterest income, and \$5.1 million and \$1.8 million, respectively in deferred tax expense were included in income tax expense related to the change in fair value of equity investments. For the six-month periods ended June 30, 2025 and 2024, unrealized (losses) gains on equity investments of (\$27.6 million) and \$56.2 million, respectively were included in noninterest income, and (\$5.8 million) and \$11.8 million, respectively in deferred tax (benefit) expense were included in income tax expense related to the change in fair value of equity investments. While ASU 2016-01 has no impact on the book value per common share, the impact on net income is as follows:

	For the Quarter Ended June 30,				Year to			
	2025		2024		2025	2024		
(Dollars in thousands) Net income Impact of ASU 2016-01	\$ 34,309 (19,272)	\$	17,324 (6,850)	\$	6,019 21,788	\$	63,043 (44,402)	
Net income excluding the impact of ASU 2016-01	\$ 15,037	\$	10,474	\$	27,807	\$	18,641	
Excluding the Impact of ASU 2016-01: Annualized return on average assets Annualized return on average equity	1.26% 17.67%		0.92% 12.15%		1.14% 19.52%		0.80% 16.64%	

## ADDITIONAL DISCLOSURE - REPURCHASE OF THE COMPANY'S COMMON AND PREFERRED

The following table indicates the shares of the Company's capital stock repurchased during the three- and six- month periods ended June 30, 2025.

		Three months ended June 30, 2025				nded 125	
	# Shares	Amount paid		# Shares		Amount paid	
(Dollars in thousands) Common Series B preferred	364	\$	2,985	636	\$	5,284 -	
Series C preferred	-		-	-		-	

On January 21, 2025, the Company's Board of Directors approved a stock repurchase program that expires on March 31, 2026 and authorizes the repurchase of up to 4,000 shares of the Company's outstanding common stock ("2025 Authorization"). The 2025 Authorization stipulates that the aggregate dollar amount paid during any consecutive twelve-month period to repurchase shares of common stock, through open market and privately negotiated transactions, and shares of preferred stock, through privately negotiated transactions, shall not equal or exceed 3% of the Company's consolidated shareholders' equity. As of June 30, 2025, pursuant to the 2025 Authorization, 364 shares of common stock have been repurchased for \$3.0 million. No shares of Series B preferred or Series C preferred have been repurchased pursuant to the 2025 Authorization.

During the first quarter of 2025, pursuant to a similar authorization approved by the Company's Board of Directors on January 16, 2024 that expired March 31, 2025 ("2024 Authorization"), 272 shares of common stock were repurchased for \$2.3 million. No shares of Series B or Series C preferred were repurchased.