
BOARD OF DIRECTORS

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

EXECUTIVE OFFICERS

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

Richard R. Leitzel
EVP, Chief Financial Officer

Michael A. Moore
EVP, Chief Risk Officer

FIRST COMMUNITY
FINANCIAL CORPORATION

CONTACT US

2 North Main Street, Mifflintown, PA 17059
717-436-2144 | pennianbank.com

or email:

jennifer.mahoney@pennianbank.com
bobbi.leister@pennianbank.com

2021 First Quarter Financial Report

FIRST COMMUNITY
FINANCIAL CORPORATION

LETTER TO SHAREHOLDERS

We are pleased to report financial results for the first quarter of 2021 (unaudited) for First Community Financial Corporation. Despite the many economic challenges we faced in 2020, we're pleased to report that we're off to a great start in 2021. We continue to play an important role in our community's economic response to the pandemic, by supporting our customers as best we can. While we can no longer accept applications for the CARES Act driven Paycheck Protection Program (PPP), we continue to work diligently with our business community to meet their critical financial needs.

The Corporation's total assets ended the first quarter at \$634 million, compared to total assets of \$551 million as of March 31, 2020. Total loans increased to \$398 million, compared to \$353 million as of March 31, 2020. Net income for the three months ended March 31, 2021 increased to \$1.248 million, compared to \$877 thousand for the same period in 2020.

The Board of Directors has declared a quarterly dividend in the amount of \$0.14 per share, payable June 25, 2021, to shareholders of record as of June 18, 2021.

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)

	Mar 31 2021	Mar 31 2020
Assets		
Cash and cash equivalents	\$ 29,781	\$ 30,415
Securities	176,667	139,426
Loans receivable net of the allowance for loan losses	398,438	353,339
Premises/equipment, net	6,215	6,782
Other assets	23,453	21,747
Total Assets	\$ 634,554	\$ 551,709

Liabilities and Shareholders' Equity

Liabilities		
Non-interest bearing deposits	\$ 106,620	\$ 73,738
Interest bearing deposits	416,136	386,822
Total Deposits	522,756	460,560
Long-term debt	47,155	31,155
Other liabilities	8,999	7,619
Total Liabilities	578,910	499,334

Shareholders' Equity

Common stock: Par value	\$ 14,160	\$ 14,160
Surplus	720	720
Undivided profits	37,101	34,640
Treasury Stock	-200	-200
Accumulated other comprehensive income	3,863	3,055
Total Shareholders' Equity	55,644	52,375
Total Liabilities and Shareholders' Equity	\$ 634,554	\$ 551,709

Selected Financial Data

March 31, 2021 & March 31, 2020	2021	2020
Return on average assets (annualized)	0.81%	0.65%
Return on average equity (annualized)	8.80%	6.92%
Book value	\$ 19.71	\$ 18.55

CONSOLIDATED INCOME STATEMENT

(Dollars in thousands except per share amounts; unaudited)

	Three Months Ended	
	Mar 31 2021	Mar 31 2020
Interest Income		
Loans receivable	\$ 4,047	\$ 3,991
Taxable securities	507	800
Tax-exempt securities	418	216
Other	41	79
Total Interest Income	5,013	5,086
Interest Expense		
Deposits	602	1,199
Borrowed funds	195	198
Total interest expense	797	1,397
Net Interest Income	4,216	3,689
Provision for loan losses	125	0
Net Interest Income after Provision for Loan Losses	4,091	3,689
Other Income		
Income from Fiduciary Activities	203	222
Service charges on deposits	129	169
Other income	500	474
Total other income	832	865
Other Expenses		
Salaries/employee benefits	1,744	1,919
Net Occupancy & Equipment	451	427
Marketing	74	104
Other operating expenses	1,241	1,117
Total other expenses	3,510	3,567
Income Before Income Taxes	1,413	987
Federal income taxes	165	110
Net income	\$ 1,248	\$ 877
Net income per Share	\$0.44	\$0.31