

Below are the unaudited financial statements of GNB Financial Services, Inc. (the "Company") for the third quarter and first nine months of 2020. These financial statements should be considered in conjunction with the Company's audited consolidated financial statements and the accompanying notes for the year ended December 31, 2019, available on the Company's website. Current performance does not guarantee and may not be indicative of similar performance in the future.

GNB Financial Services, Inc. and Subsidiaries

Consolidated Balance Sheets
(Unaudited, dollars in thousands)

	September 30, 2020	December 31, 2019
<u>ASSETS</u>		
Cash and due from banks	4,596	3,595
Interest-bearing deposits with other institutions	20,378	17,265
Federal funds sold	16,626	6,848
Cash and cash equivalents	41,600	27,708
Certificates of deposit with other banks	17,051	18,794
Investment securities available for sale, at fair value	130,736	84,916
Loans	230,830	237,785
Less: Allowance for loan losses	2,837	2,702
Net Loans	227,993	235,083
Accrued interest receivable	1,761	1,254
Restricted investments in bank stock	1,946	1,292
Premises and equipment, net	3,492	3,563
Cash surrender value of life insurance	8,891	6,755
Goodwill	2,333	2,333
Intangible assets	191	242
Other real estate owned	-	-
Other assets	1,094	1,426
TOTAL ASSETS	437,088	383,366
<u>LIABILITIES</u>		
Noninterest-bearing deposits	61,424	56,928
Interest-bearing deposits	320,413	273,979
Total deposits	381,837	330,907
Short-term borrowings	-	-
FHLB advances - long-term	1,534	2,759
Accrued interest payable	229	347
Other liabilities	3,336	3,647
TOTAL LIABILITIES	386,936	337,660
<u>STOCKHOLDERS' EQUITY</u>		
Common stock (\$5 par value; 2,000,000 shares authorized; 782,321 shares issued, and 779,000 shares outstanding at both Sept. 30, 2020 and Dec. 31, 2019)	3,912	3,912
Additional paid-in capital	17,749	17,749
Retained earnings	25,709	23,249
Accumulated other comprehensive gain	2,970	984
Treasury stock (3,321 at both Sept. 30, 2020 and Dec. 31, 2019)	(188)	(188)
TOTAL STOCKHOLDERS' EQUITY	50,152	45,706
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	437,088	383,366

GNB Financial Services, Inc. and Subsidiaries

Consolidated Statement of Income
(Unaudited, dollars in thousands)

	For the Three Months Ended September 30,		For the Nine Months Ended September 30,	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
INTEREST AND DIVIDEND INCOME				
Loans, including fees	2,986	2,788	8,866	8,924
Investment securities:				
Taxable	253	287	784	681
Exempt from federal income tax	316	275	926	754
Certificates of deposit with other banks	99	81	302	241
Other interest and dividend income	19	66	140	207
Total interest and dividend income	<u>3,673</u>	<u>3,497</u>	<u>11,018</u>	<u>10,807</u>
INTEREST EXPENSE				
Deposits	641	761	2,039	2,060
Short-term borrowings	-	1	-	58
FHLB advances - long-term	14	24	49	84
Total interest expense	<u>655</u>	<u>786</u>	<u>2,088</u>	<u>2,202</u>
NET INTEREST INCOME BEFORE PROVISION FOR LOAN LOSSES	<u>3,018</u>	<u>2,711</u>	<u>8,930</u>	<u>8,605</u>
Provision for loan losses	44	63	138	355
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	<u>2,974</u>	<u>2,648</u>	<u>8,792</u>	<u>8,250</u>
NONINTEREST INCOME				
Service charges on deposit accounts	224	221	505	618
Earnings on cash surrender value of life insurance	50	23	137	88
Net realized gains (losses) on sales of investment securities	-	(36)	110	(18)
Income from fiduciary activities	-	-	-	-
Other	53	7	122	50
Total noninterest income	<u>327</u>	<u>215</u>	<u>874</u>	<u>738</u>
NONINTEREST EXPENSE				
Compensation and employee benefits	1,097	1,083	3,265	3,104
Occupancy	143	59	368	364
Furniture and fixtures	28	52	72	110
Data processing	205	141	568	526
Professional fees	127	37	301	301
Shares tax	74	63	221	189
Amortization of intangible assets	17	13	46	41
Other	395	173	1,073	761
Total noninterest expense	<u>2,086</u>	<u>1,621</u>	<u>5,914</u>	<u>5,396</u>
Income before income tax expense	<u>1,215</u>	<u>1,242</u>	<u>3,752</u>	<u>3,592</u>
Income tax expense	163	172	513	552
NET INCOME	<u>1,052</u>	<u>1,070</u>	<u>3,239</u>	<u>3,040</u>
EARNINGS PER SHARE	1.35	1.38	4.16	3.91
CASH DIVIDENDS PER SHARE	0.30	0.28	1.00	0.84
WEIGHTED-AVERAGE COMMON SHARES OUTSTANDING	779,000	779,000	779,000	778,029

GNB Financial Services, Inc. and Subsidiaries

For the Nine Months Ended Sept 30, 2020

(Unaudited, dollars in thousands)

Operating Highlights

Net income	\$	3,239
Net interest income	\$	8,930
Provision for loan losses	\$	138
Non-interest income	\$	874
Non-interest expense	\$	5,914

Financial Condition Data

Total assets	\$	437,088
Loans, net	\$	227,993
Intangibles	\$	2,524
Total deposits	\$	381,837
Noninterest-bearing	\$	61,424
Interest-bearing	\$	169,982
Savings	\$	71,575
Time deposits	\$	78,856
Total interest-bearing deposits	\$	320,413

Selected Ratios

Net interest margin (YTD)	3.27%
Annualized return on average assets	1.08%
Annualized return on average equity	9.19%

Capital Ratios

Common equity tier I capital ratio	13.15%
Tier I capital ratio	13.15%
Total risk-based capital ratio	14.29%
Leverage ratio	8.20%

Per Share Data

Earnings per share	\$	4.16
Dividend declared per share	\$	1.00
Book value	\$	64.38
Tangible book value	\$	61.14
Weighted average common shares		779,000