



Bank of Botetourt

Title: Bank of Botetourt posts profitable third quarter financial results

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BUCHANAN, VIRGINIA. October 26, 2023 /PRNewswire/ — Buchanan-based Bank of Botetourt (OTCPK: BORT and BORTP) announced today its unaudited financial results for the three and nine months-end September 30, 2023. The Bank produced net income amounting to \$2,085,000 or \$1.01 per basic share in the third quarter. This amount compares to a net income of \$2,308,000 or \$1.19 per share, for the same period last year. For the nine months-ended the Bank produced net income amounting to \$6,372,000 or \$3.09 per basic share. This amount compares to a net income of \$5,614,000 or \$2.91 per share, for the same period last year.

At September 30, 2023, select financial information and key highlights include:

- Return on average assets of 1.16%
- Return on average equity of 12.30%
- Book value of \$36.54
- Total deposit growth of 0.91%
- Total asset growth of 3.69%
- Total loan growth of 16.26%
- Community Bank Leverage Ratio of 10.51%
- Net interest margin of 3.21%, compared to 3.63% one year prior.

As a result of the solid financial performance, the Board of Directors voted to pay the 7.00% preferred dividend, which calculates to \$0.49 per share on November 9, 2023 to preferred shareholders of record November 2, 2023. Furthermore, the Board of Directors voted to pay the \$0.1925 per share quarterly dividend, or \$0.77 per share annualized which is payable on November 17, 2023 to common shareholders of record November 10, 2023. CEO & Vice-Chairman, G. Lyn Hayth, III stated “Despite navigating a challenging net interest margin landscape, we produced strong financial results for the third quarter. We remain committed to giving back to the communities that sustain us. It is our privilege to not only thrive as a business but also to contribute to the well-being of those around us.”

Financial Condition

At September 30, 2023 total assets amounted to \$741,916,000, an increase of 3.69% above total assets at December 31, 2022 of \$715,514,000, an increase of \$26,402,000. Total net loans increased \$78,398,000 or 16.26% from \$482,163,000 at December 31, 2022 to \$560,561,000 at September 30, 2023. Total deposits at December 31, 2022 amounted to \$645,720,000, compared to \$651,575,000 at September 30, 2023, an increase of 0.91% or \$5,855,000.

As of September 30, 2023 Bank of Botetourt reported its CBLR ratio at 10.51% which meets the required regulatory minimum ratio. This compares to a CBLR ratio of 10.32% at December 31, 2022.

About Bank of Botetourt

Bank of Botetourt was chartered in 1899 and operates thirteen retail offices in Botetourt, Rockbridge, Roanoke, and Franklin counties, the City of Salem, and the Town of Vinton, all in Virginia. Bank of Botetourt also operates a mortgage division, Virginia Mountain Mortgage and a financial services division, Botetourt Wealth Management.

Source: Bank of Botetourt