

RESOURCE BANKSHARES INC.

Directors

G. Chris Keller, Jr., *Chairman*
Michael B. Burris, *Lead Director*
J. Storey Charbonnet
Dennis E. Crowe

Chandler Craig, Jr., *Vice Chairman*
Maura W. Donahue
Katherine M. Gibert
David D. Lindsey
Trula H. Remson

James E. Walther, III, *Emeritus*

RESOURCE BANK

Executives

G. Chris Keller, Jr., *Chief Executive Officer*
Chandler Craig, Jr., *President*
Pat Campbell, *Executive Vice President, Chief Lending Officer*
Douglas M. Ferrer, *Executive Vice President, Chief Credit Officer*
Lynn Kennedy, *Executive Vice President, Chief Operations Officer*
Jamie R. Gabourel, *Executive Vice President, Chief Administration Officer*
Clair Leger, *Executive Vice President, Chief Financial Officer*

BRANCH LOCATIONS

BATON ROUGE: 9513 Jefferson Hwy.

BOGALUSA: 402 Avenue B

COVINGTON: 70533 Highway 21
5100 Village Walk, Suite 102
ATM at 1598 Ochsner Blvd.

FRANKLINTON: 950 10th Avenue

MANDEVILLE: 68177 Highway 59
1695 W. Causeway Approach
ATM at Trailhead on Lafitte St.
ATM at 2190 N. Causeway Blvd.

METAIRIE: 321 Veterans Blvd., Suite 101

NEW ORLEANS: 412 Magazine St.

SLIDELL: 2283 Gause Blvd. East



www.resource.bank
info@resource.bank | 985.801.1888

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70533 Highway 21
Covington, LA 70433



2020 FINANCIAL REPORT
1ST QUARTER



April 7, 2020

Dear Shareholder:

Your bank is putting forth great effort to provide what is an essential service for our communities. Resource Bank employees have always delivered high-quality service and that will not waiver during this difficult time. We are working swiftly to conduct business as usual, even in the most unusual ways. The strength of Resource as a company continues to show not only in asset growth, but in our dedication to client success.

As of quarter end, our total assets were \$785 million, an increase of 3.00 percent from the same quarter last year. Loans ended at \$664 million and deposits ended at \$668 million, changes of 4.61 percent and 8.06 percent, respectively. The undiluted book value per share was \$58.45, an increase of \$4.15 per share with our total capital equal to 12.00 percent of total assets.

Our digital services remain at the forefront of convenience. We have implemented our new debit card processing and design, and we have expanded our digital signature acceptance. As expected, economic impact of this pandemic has reached our communities and we are working with clients to offer relief and reassurance. Resource Bank has partnered with Kabbage, an online business lender, to provide a digital and secure way to apply for the Paycheck Protection Program (PPP) offered through the SBA. We are all being challenged both personally and professionally during these difficult times. It is our goal to remain steadfast in growth amid this adversity. Your patience, understanding and cooperation is greatly appreciated while we all learn new routines. As always, thank you for allowing us to be a part of your life. We truly appreciate your business and look forward to a continued partnership.

Yours truly,

G. Chris Keller, Jr.
CEO & Chairman of the Board

Chandler Craig, Jr.
President & Vice Chairman of the Board

RESOURCE BANKSHARES INC.

STATEMENT OF FINANCIAL CONDITION (IN THOUSANDS)

ASSETS

| | | |
|--|----------|----------|
| Cash & due from banks | \$10,822 | \$15,560 |
| Interest bearing deposits in other banks | 66 | 112 |
| Fed funds sold | 37,392 | 42,410 |
| Investment securities: Available-for-sale, at fair value | 45,594 | 40,730 |
| Other stocks, at cost | 2,113 | 4,688 |
| Loans, less allowance for loan losses | 663,671 | 634,454 |
| (3/31/2020 Allowance for loan losses \$ 4,477,744) | | |
| (3/31/2019 Allowance for loan losses \$ 4,190,011) | | |
| Bank premises & equipment, net of accumulated depreciation | 21,122 | 20,374 |
| Accrued interest receivable | 2,036 | 1,906 |
| Other real estate owned | 1,127 | 988 |
| Other assets | 1,197 | 1,081 |

TOTAL ASSETS

Holding
Company Consolidated
3/31/2020

Holding
Company Consolidated
3/31/2019

(unaudited)

(unaudited)

\$785,140

\$762,303

LIABILITIES

Deposits

| | | |
|---|-----------|-----------|
| Demand Deposit Accounts | \$148,605 | \$151,970 |
| NOW Accounts | 284,408 | 258,221 |
| Money Market Accounts | 88,163 | 88,782 |
| Savings Accounts | 22,325 | 21,428 |
| Certificates of Deposits \$100,000 & over | 97,545 | 78,016 |
| Other Certificates of Deposit | 27,332 | 20,132 |

Total Deposits

| | | |
|--|--------|--------|
| Accrued expenses and other liabilities | 1,835 | 2,197 |
| Deferred Tax Payable | 363 | 149 |
| Accrued Interest Payable | 333 | 342 |
| Other Borrowed Funds | 20,000 | 54,000 |

Total Liabilities

668,378

618,549

690,909

675,237

STOCKHOLDERS' EQUITY

Common stock: \$1.00 par value; 2,000,000 shares authorized;
1,612,270 and 1,603,436 shares issued and outstanding at
03/31/2020 & 03/31/2019, respectively.

1,612

1,603

Preferred stock: \$0.00 par value; 100,000 shares authorized;
no shares issued and outstanding

0

0

Stock Subscription Receivable

(1,135)

(1,036)

Capital Surplus

25,944

26,010

Retained Earnings

64,691

57,819

Earnings year to date (* Bank only \$2,474,199, year to date)

2,471

2,498

Net unrealized gains (losses) on securities held

648

172

Total Stockholder's Equity

94,231

87,066

TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY

\$785,140

\$762,303

Book Value per Share-Undiluted

\$58.45

\$54.30

Book Value per Share-Diluted

\$57.64

\$53.39

Quarterly Return on Average Assets (ROA) (*Bank only as of March 31)

1.29%

1.37%

Quarterly Efficiency Ratio (*Bank only as of March 31)

65.15%

63.40%

YTD Return on Average Assets (ROA) (*Bank Only as of March 31)

1.29%

1.37%

YTD Efficiency Ratio (*Bank only as of March 31)

65.15%

63.40%

Management has elected to omit substantially all of the disclosures and the related statements of income, cash flow and changes in equity required by the generally accepted accounting principles as issued by the U. S. Financial Accounting Standards Board. If the omitted disclosures and the statements of cash flows and changes in equity were included in the financial statements, they might influence the user's conclusions about the company's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.