



FOR IMMEDIATE RELEASE

## **Oak View National Bank Announces Net Income of \$764,898 for the First Quarter of 2021**

**Warrenton, VA., May 3, 2021 -- Oak View National Bank (OTC Pink: OAKV)** Oak View National Bank (OTC Pink: OAKV) reported net income for the quarter ended March 31, 2021 of \$764,898, compared to net income of \$186,545 for the first quarter of 2020, an increase of 310%. Basic and diluted earnings per share for the first quarter of 2021 were \$0.26 compared with \$0.06 per share in the first quarter of 2020. Return on average assets (ROAA) was 1.06% and return on average equity (ROAE) was 11.66% for the first quarter of 2021 compared to .29% and 3.10% respectively for the first quarter of 2020.

Michael Ewing, Vice Chairman of the Board and CEO, said, "As previously reported, the Bank is participating in the SBA Payroll Protection Program (PPP) and now has \$24.6MM in outstanding loans under the government program." Mr. Ewing went on to indicate that, "The Bank had no past due loans as of March 31, 2021 and only one non-performing loan totaling \$20,685. Due to the COVID-19 pandemic, the business environment over the past year was challenging, however, we have now seen marked improvement and based upon an analysis of the Bank's loan portfolio, we were able to record a loan loss reserve recovery in the first quarter of 2021. Loan deferrals, which were 9% of the loan portfolio as of March 31, 2020, are now down to a single loan with an outstanding balance of \$111,227 as of March 31, 2021."

The net interest margin was 3.47% for the quarter ended March 31, 2021 compared to 3.26% for the quarter ending March 31, 2020. The average yield on earning assets decreased by 29 basis points to 3.99% for the quarter ended March 31, 2021 compared to 4.28% for the quarter ending March 31, 2020, however, at the same time the cost of funds decreased by 58 basis points to .75% in the first quarter of 2021 from 1.33% for first quarter of 2020.

Loans, net of unearned interest, deferred costs and allowance for loan losses, increased 15.9% to \$238.3 million at the end of the first quarter 2021 compared to \$205.7 million at March 31, 2020 and includes \$24.6 million in SBA Payroll Protection Program loans outstanding at March 31, 2021. Credit quality remains outstanding as the bank had just one non-performing asset at March 31, 2021 totaling \$20,685. For the quarter ending March 31, 2021 there was a loan loss provision recovery of \$105,999 compared to a loan loss provision of \$263,458 for the quarter ending March 31, 2020. The allowance for loan losses was \$2.072 million or .86% of total loans at March 31, 2021 compared to \$1.969 million or .95% of total loans at March 31, 2020.

Total deposits ended the quarter at \$254.3 million, representing an increase of 21.4% compared to \$209.5 million at the end of the first quarter of 2020. Total bank assets ended the quarter at \$299.7 million, representing an annual growth rate of 14.4% compared to the same period last year.

Noninterest income increased by \$67,952 or 29.8% to \$296,241 for the quarter ending March 31, 2021 primarily from higher levels of card fee income and mortgage loan fee income.

Noninterest expenses increased by \$78,342 or 4.54% for the quarter ending March 31, 2021, the majority of the increase was attributable to increases in data processing costs as the Bank prepares to change its core processing vendor

in the second quarter of 2021, and higher advertising expenses partially offset by lower personnel costs due to increased loan origination cost deferrals from the volume of SBA PPP loans booked in the quarter.

**Oak View National Bank** is a locally owned and managed community bank offering a full range of financial services for commercial and retail customers, as well as not-for-profit entities. Oak View National Bank is headquartered in Warrenton, Virginia serving Fauquier, Culpeper, Rappahannock and surrounding counties with full-service offices in Warrenton, Marshall and Culpeper and a loan production office in Washington, Virginia. Visit us at [www.oakviewbank.com](http://www.oakviewbank.com). Member FDIC.

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**For additional information, contact Jennifer Knighting, Senior Vice President/Director of Sales & Marketing, Oak View National Bank, at 540-825-2570.**

**OAK VIEW NATIONAL BANK****Balance Sheets**

March 31, 2021 and 2020

	<b>Unaudited 2021</b>	<b>2020</b>
<b>Assets</b>		
Cash and due from banks	\$ 4,642,717	\$ 2,337,467
Federal funds sold	26,295,000	20,897,000
Interest-bearing deposits in other banks	12,468,694	16,079,922
Securities held to maturity, at cost	3,688,341	2,649,386
Restricted stock, at cost	1,630,505	2,105,805
Loans, net of allowance for loan losses of \$2,072,178 and \$1,968,564 for 2021 and 2020, respectively	238,326,133	205,712,735
Premises and equipment, net	5,533,947	5,585,406
Bank Owned Life Insurance	5,230,379	5,122,436
Accrued interest receivable	826,687	648,577
Deferred tax asset	660,299	483,249
Other assets	447,273	411,236
Total assets	<u>\$ 299,749,975</u>	<u>\$ 262,033,219</u>
<b>Liabilities and Shareholders' Equity</b>		
<b>Liabilities</b>		
Deposits:		
Noninterest bearing	\$ 76,352,394	\$ 48,175,433
Savings, interest-bearing checking and money market accounts	101,641,847	77,416,190
Time deposits	76,309,727	83,917,693
Total deposits	\$ 254,303,968	\$ 209,509,316
Federal Home Loan Bank advances	16,900,000	26,800,000
Accrued expenses and other liabilities	1,583,321	1,260,957
Total liabilities	<u>\$ 272,787,289</u>	<u>\$ 237,570,273</u>
Commitments and Contingent Liabilities	\$ - -	\$ - -
<b>Shareholders' Equity</b>		
Preferred stock		
\$ 5 par value, authorized 2,000,000 shares, None issued and outstanding	- -	- -
Common stock		
\$ 1 par value, authorized 10,000,000 shares, 2,896,502 issued and outstanding as of March 31, 2021, 2,893,002 issued and outstanding as of March 31, 2020.	\$ 2,896,502	\$ 2,893,002
Additional paid-in capital	17,538,003	17,521,203
Retained earnings	6,528,181	4,048,741
Total shareholders' equity	<u>\$ 26,962,686</u>	<u>\$ 24,462,946</u>
Total liabilities and shareholders' equity	<u>\$ 299,749,975</u>	<u>\$ 262,033,219</u>

**OAK VIEW NATIONAL BANK****Statements of Income**

For the Quarters Ended March 31, 2021 and 2020

	<b>Unaudited</b>	
	<b>2021</b>	<b>2020</b>
<b>Interest and Dividend Income</b>		
Interest and fees on loans	\$ 2,624,608	\$ 2,400,041
Interest on held to maturity securities	30,458	30,546
Dividends on restricted stock	16,643	31,913
Interest on interest-bearing deposits in other banks	53,140	94,983
Interest on federal funds sold	2,940	65,104
Total interest and dividend income	<u>\$ 2,727,789</u>	<u>\$ 2,622,587</u>
<b>Interest Expense</b>		
Interest on deposits	\$ 294,286	\$ 501,300
Interest on Federal Home Loan Bank advances	62,276	122,845
Interest on federal funds purchased	-	-
Total interest expense	<u>\$ 356,562</u>	<u>\$ 624,145</u>
<b>Net Interest Income</b>	\$ 2,371,227	\$ 1,998,442
<b>Provision for Loan Losses</b>	<u>(105,999)</u>	<u>263,458</u>
Net interest income after provision for loan losses	<u>\$ 2,477,226</u>	<u>\$ 1,734,984</u>
<b>Noninterest Income</b>		
Service charges on deposit accounts	\$ 23,395	\$ 28,264
Card Fee Income	94,619	77,415
Income on Bank owned life insurance	25,528	27,293
Other income	152,699	95,316
Total Noninterest Income	<u>\$ 296,241</u>	<u>\$ 228,288</u>
<b>Noninterest Expenses</b>		
Salaries and employee benefits	\$ 941,484	\$ 1,028,764
Occupancy and equipment expense	149,587	146,268
Professional services	99,771	81,284
Data processing	370,794	283,515
Promotional and marketing	55,691	32,271
Other operating expenses	188,154	155,037
Total noninterest expenses	<u>\$ 1,805,481</u>	<u>\$ 1,727,139</u>
Net Income Before Tax	\$ 967,986	\$ 236,133
Income tax expense	<u>203,088</u>	<u>49,588</u>
Net income	<u>\$ 764,898</u>	<u>\$ 186,545</u>
<b>Earnings per Share</b> , basic and diluted	<u>\$ 0.26</u>	<u>\$ 0.06</u>