

The Freedom Bank of Virginia
Statements of Operations
UNAUDITED

For the three months ended
March 31,

	2015	2014
Interest Income		
Interest and fees on loans	\$ 3,720,202	\$ 3,019,245
Interest on investment securities	144,552	135,880
Interest on Federal funds sold	7,314	7,561
Total Interest Income	<u>3,872,068</u>	<u>3,162,686</u>
Interest Expense		
Interest on deposits	<u>680,349</u>	<u>529,086</u>
Net Interest Income	3,191,719	2,633,600
Provision for Possible Loan Losses	<u>300,000</u>	<u>100,000</u>
Net Interest Income after Provision for Possible Loan Losses	2,891,719	2,533,600
Other Income		
Service charges and other income	247,373	72,071
Increase in cash surrender value of bank-owned life insurance	<u>15,574</u>	<u>13,704</u>
Total Other Income	262,947	85,775
Operating Expenses		
Officers and employee compensation and benefits	1,824,622	1,381,670
Occupancy expense	197,111	136,555
Equipment and depreciation expense	108,583	77,409
Insurance expense	69,875	55,469
Professional fees	231,708	229,505
Data and item processing	233,881	182,916
Business development	51,361	50,425
Franchise tax	65,915	63,748
Other operating expenses	<u>155,586</u>	<u>93,463</u>
Total Operating Expenses	<u>2,938,642</u>	<u>2,271,160</u>
Income before Income Taxes	216,024	348,215
Provision for Income Taxes	<u>73,500</u>	<u>-</u>
Net Income	<u><u>\$ 142,524</u></u>	<u><u>\$ 348,215</u></u>
Net Income Per Common Share	\$ 0.03	\$ 0.09