

Accrued Interest Receivable

ASSETS





CONSOLIDATED STATEMENT OF FINANCIAL CONDITION FOR THE YEAR ENDED DECEMBER 31, 2022

(prepared under Generally Accepted Accounting Principles)

LIABILITIES

RETAINED EARNINGS

Cash on Hand and in Banks	\$ 10,403,622	Savings Accounts	\$356,687,185
Investment Securities Available for Sa	le 64,990,144	Federal Home Loan Bank Advances	5,000,000
Federal Home Loan Bank Stock, at Co	st 436,300	Mortgage Escrow Accounts	1,554,194
Loans, less Allowance for Loan Losses	343,195,808	Accrued Interest Payable	12,153
Fixed Assets (Less Depreciation)	2,739,056	Other Liabilities	5,706,213

Fixed Assets (Less Depreciation) 2,739,056 Other Liabilities 5,706,213

Foreclosed Real Estate --- Total Liabilities \$368,959,745

Deferred Income Taxes 3,609,358 Retained Earnings \$ 68,063,418
Other Assets 3,906,771 Net Unrealized Gain/(Loss) (Note 1) (6,586,450)

Total Returned Earnings & Net Unrealized Gain/(Loss) \$ 61,476,968

Total Assets \$430,436,713 Total Liabilities and Retained Earnings \$430,436,713

(Note 1) – Accounting for certain securities as available for sale as per Accounting Standards Codification #320

1,155,654

Capital Adequacy Community Bank Leverage Ratio

Arundel Federal is required to maintain minimum regulatory capital requirements in accordance with federal banking agencies safety and soundness rules and regulations. Under the federal banking agencies capital adequacy guidelines and regulatory framework, the Bank is required to meet specific capital guidelines that involve quantitative measures of the Bank's assets, liabilities, and off-balance sheet items as calculated under regulatory accounting practices. Arundel Federal adopted the federal banking agencies simplified community bank leverage ratio measure of capital adequacy permitted for community banking organizations beginning in 2020. Community banking organizations with minimum community bank leverage ratios in excess of 9.0 percent through 2022, are considered "well capitalized" in having met the risk-based and leverage capital rules requirements. The Bank has the necessary regulatory capital to meet those requirements. As of December 31, 2022, the Bank's leverage ratio of 15.35 percent exceeded the minimum required community bank leverage ratio of 9.0 percent as follows:

	Regulatory Capital Required	Actual Regulatory Capital	Excess Capital
Tier 1 Leverage Ratio	39,900,890	68,063,418	28,162,528

This statement has been prepared in accordance with the regulatory reporting requirements of the Office of the Comptroller of the Currency (OCC). Copies of the Annual Audited Financial Statements for December 31, 2022 are available by writing John P. Marzullo, SVP/CFO/Treasurer at 655 Crain Highway S., Glen Burnie, MD 21061.

I, John P. Marzullo, SVP/CFO/Treasurer, of the above-named savings bank, do hereby declare that this statement of condition has been prepared in conformance with the instructions issued by the Office of the Comptroller of the Currency and is true to the best of my knowledge and belief.

BRANCH HOURS AND LOCATIONS

GENERAL INQUIRIES – 410-768-7800 BANKLINE – 888-225-4417

BRANCH	HOURS	SERVICES	OFFICERS	
ANNAPOLIS	LOBBY & DRIVE-THRU	DRIVE-UP ATM	Thomas N. Herpel	President/CEO
2661 RIVA ROAD	MONDAY – THURSDAY	DRIVE-UP NIGHT DROP	John P. Marzullo	SVP/CFO/Treasurer
ANNAPOLIS, MD 21401	9:00 a.m. – 3:00 p.m.	NIGHT DROP	John A. Giovanazi	Sr. Vice President
410-266-7220	FRIDAY - 9:00 a.m. — 6:00 p.m.		Margaret E. Henry	Sr. Vice President
			Thomas J. Ahearn	Vice President
<u>BROOKLYN</u>	LOBBY & DRIVE-THRU	DRIVE-UP ATM	Kathryn B. Gosnell	Vice President
333 E. PATAPSCO AVE.	MONDAY - FRIDAY		Richard T. Greezicki	Vice President
BALTIMORE, MD 21225	9:00 a.m. – 3:00 p.m.		Angela C. Hayes	Vice President
410-355-9300			Teresa A. Meley	Vice President
			William D. Sherman	Vice President
GLEN BURNIE - Main Office	LOBBY & DRIVE-THRU	DRIVE-UP ATM	Lisa R. Hart	Assistant Vice President
655 CRAIN HIGHWAY SOUTH	MONDAY – THURSDAY	NIGHT DROP	Tracy M. McQuoid	Assistant Vice President
GLEN BURNIE, MD 21061	9:00 a.m. – 3:00 p.m.		Jeanne M. Slaughter	Corp. Comm. Director
410-768-7800	FRIDAY - 9:00 a.m. – 6:00 p.m.		Christopher A. Sharer	Assistant Treasurer
	SATURDAY - 9:00 a.m. — 12:00 p.m.		Deborah A. Barth	Assistant Secretary
			Margaret A. Carson	Assistant Secretary
<u>PASADENA</u>	LOBBY & DRIVE-THRU	WALK-UP ATM	Gidget L. Crawford	Assistant Secretary
4179 MOUNTAIN ROAD	MONDAY - THURSDAY	DRIVE-UP NIGHT DROP	Faye B. Currie	Assistant Secretary
PASADENA, MD 21122	9:00 a.m. – 3:00 p.m.		Gail L. Mossman	Assistant Secretary
410-437-4770	FRIDAY - 9:00 a.m. – 6:00 p.m.		Joann E. Shipley	Assistant Secretary
	SATURDAY - 9:00 a.m. – 12:00 p.m		Janet L. Wasmus	Assistant Secretary
	EXTENDED DRIVE-THRU HOURS			
	MON. – FRI. 8:00 a.m. – 6:00 p.m.			

SEVERNA PARK

50 W. MCKINSEY ROAD SEVERNA PARK, MD 21146 410-544-9600 LOBBY & DRIVE-THRU MONDAY – THURSDAY WALK-UP ATM

DRIVE-UP NIGHT DROP

9:00 a.m. – 3:00 p.m.

FRIDAY - 9:00 a.m. - 6:00 p.m. SATURDAY - 9:00 a.m. - 12:00 p.m.

www.ArundelFederal.com

DIRECTORS

THOMAS N. HERPEL
TODD M. BAILEY
GEORGE J. BEHR, JR.
PAMELA G. BEIDLE
DAVID L. COSTELLO, III
R. BRUCE JONES, SR.
VALERIE S. POLYNIAK
VICTOR A. PYLES, III (Emeritus)

ATTORNEYS

STAITI LAW FIRM, INC. 111 Benfield Blvd., Suite #112 Millersville, MD 21108 410-766-9115