

STATEMENT OF CONDITION

STATEMENT OF INCOME

December 31, 2024
(in thousands)

December 31, 2024
(in thousands)

ASSETS	
Cash and due from banks	\$ 9,926
Interest-bearing deposits with banks	133,557
Total cash and cash equivalents	143,483
Investment securities available for sale, at fair value	396,457
Investment securities held to maturity, at amortized cost, fair value of \$44,496	44,461
Equity securities, at fair value	269
Loans, net of allowance for credit losses of \$27,952	3,165,815
Accrued interest receivable	15,420
Bank owned life insurance	102,156
Federal Home Loan Bank of New York (FHLBNY) stock - at cost	23,136
Deferred tax asset	23,241
Premises and equipment, net	14,740
Goodwill	33,375
Right of Use (ROU) Asset	16,980
Other assets	30,140
TOTAL ASSETS	\$ 4,009,673

LIABILITIES AND EQUITY

Liabilities:	
Deposits	\$ 3,068,062
Borrowings	406,000
Advances from borrowers for taxes and insurance	14,408
Lease liability	18,720
Accounts payable and other liabilities	63,672
TOTAL LIABILITIES	3,570,862
Equity:	
Retained Earnings, substantially restricted	454,921
Accumulated other comprehensive loss - net of taxes	(16,110)
TOTAL EQUITY	438,811
TOTAL LIABILITIES AND RETAINED EARNINGS	\$ 4,009,673

REGULATORY CAPITAL REQUIREMENTS

	December 31, 2024	
	Amount	Percent
	(in thousands)	
Total Capital (to risk - weighted assets)		
Actual	\$ 449,587	17.10%
Required	210,357	8.00%
Excess	\$ 239,230	9.10%
Tier I Capital (to risk - weighted assets)		
Actual	\$ 420,989	16.01%
Required	157,768	6.00%
Excess	\$ 263,221	10.01%
Core Capital (to adjusted total assets)		
Actual	\$ 420,989	10.58%
Required	105,178	4.00%
Excess	\$ 315,811	6.58%

This statement has been prepared in accordance with regulatory reporting requirements of the Federal Deposit Insurance Company (FDIC). Total and Tier I Capital are the elements of regulatory capital determined under such reporting requirements. Regulatory capital is a basis by which the FDIC determines whether a savings association is operating in a safe and sound manner.

I, José B. Guerrero, Chairman and CEO of Spencer Savings Bank SLA, do hereby declare that this statement of condition has been prepared in conformance with the instructions issued by the FDIC and is true to the best of my knowledge and belief.

José B. Guerrero

Chairman & CEO Spencer Savings Bank, SLA

INTEREST INCOME

Interest-bearing deposits with banks	\$ 3,903
Investment securities	17,304
Loans	153,399
Total interest income	174,606

INTEREST EXPENSE

Deposits	81,164
Borrowings	18,196
Total interest expense	99,360
Net interest income before provision	
for loan losses	75,246
Reversal of provision for credit losses	(1,281)
Net interest income after provision	76,527

NON-INTEREST INCOME

Service charges	3,017
Income from bank-owned life insurance	5,100
Other income	(107)
Total non-interest income	8,010

NON-INTEREST EXPENSE

Compensation & employee benefits	41,369
Occupancy and equipment	10,218
Data processing	4,383
Professional and legal fees	5,349
FDIC deposit insurance premiums	1,646
Advertising	1,054
Other	3,873
Total non-interest expense	67,892

INCOME BEFORE INCOME TAXES 16,645

INCOME TAXES 3,612

NET INCOME **\$ 13,033**