

RESOURCE BANKSHARES INC.

Directors

G. Chris Keller, Jr., *Chairman* **Chandler Craig, Jr.,** *Vice Chairman*
Michael B. Burris, *Lead Director* **Maura W. Donahue**
David A. Briggs, Jr. **Katherine M. Gibert**
J. Storey Charbonnet **David D. Lindsey**
Dennis E. Crowe **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*

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



RETURN SERVICE REQUESTED



70533 Highway 21
Covington, LA 70433



2018 FINANCIAL REPORT
4TH QUARTER



December 31, 2018

Dear Shareholder:

Your Bank is honored to close out the year with great success. We achieved company milestones in loan growth, deposits, and once again, total assets. We look forward to continual improvement and embracing new opportunities 2019 has to offer.

As of quarter end, our total assets were \$747 million, an increase of 8.51 percent from the same quarter last year. Loans grew to \$632 million and deposits grew to \$578 million, increases of 8.82 percent and 8.39 percent, respectively. The undiluted book value per share was \$53.17, an increase of \$4.38 per share with our total capital equal to 11.57 percent of total assets.

As we dive in to the new year, we look to provide enhancements within our facilities and product offerings. Our Village Walk, Highway 59 and North Causeway locations had building improvements implemented this year. Additionally, the Highway 21 location is near completion of a décor remodel and the renovations of the Resource Annex on Ochsner Blvd. are underway. The highly anticipated launch of online account applications is a major product enhancement that is currently in development. We continue to focus on the overall efficiency of our daily operations and aim to offer clients a balance of technological conveniences and unparalleled personal service. As always, your support and referrals are appreciated.

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)

	Holding Company Consolidated 12/31/2018	Holding Company Consolidated 12/31/2017
	(unaudited)	(unaudited)
ASSETS		
Cash & due from banks	\$8,983	\$12,990
Interest bearing deposits in other banks	47	135
Fed funds sold	34,037	26,069
Investment securities: Available -for-sale, at fair value	43,117	40,734
Other stocks, at cost	4,251	4,089
Loans, less allowance for loan losses	632,283	581,019
(12/31/2018 Allowance for loan losses \$4,120,180)		
(12/31/2017 Allowance for loan losses \$3,875,247)		
Bank premises & equipment, net for accumulated depreciation	20,394	19,366
Deferred tax receivable	107	46
Accrued interest receivable	1,960	1,774
Other real estate owned	1,040	1,617
Other assets	922	699
TOTAL ASSETS	\$747,141	\$688,538
LIABILITIES		
Deposits		
Demand deposit accounts	\$142,385	\$133,324
NOW accounts	246,530	231,457
Money Market Accounts	93,393	82,055
Savings Accounts	22,176	23,847
Certificates of Deposits \$100,000 & over	52,895	40,194
Other Certificates of Deposit	20,721	22,486
Total Deposits	578,100	533,363
Accrued expenses and other liabilities	1,202	1,213
Deferred Tax Payable	186	75
Accrued Interest Payable	236	123
Other Borrowed Funds	81,000	75,000
Total Liabilities	660,724	609,774
STOCKHOLDERS' EQUITY		
Common stock: \$1.00 par value; 2,000,000 shares authorized; 1,625,245 and 1,614,202 shares issued and outstanding at 12/31/2018 and 12/31/17, respectively.	1,625	1,614
Preferred stock: \$0.00 par value; 100,000 shares authorized; no shares issued and outstanding	0	0
Stock Subscription Receivable	(1,036)	(959)
Capital surplus	27,739	27,518
Retained Earnings	49,141	43,425
Earnings year to date (* Bank Only \$9,276,979, year to date)	9,238	7,338
Net unrealized gains (losses) on securities held	(290)	(172)
Total Stockholder's Equity	86,417	78,764
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$747,141	\$688,538
Book Value per Share-Undiluted	\$53.17	\$48.79
Book Value per Share-Diluted	\$52.38	\$47.99
Quarterly Return on Average Assets (ROA)(*Bank only as of December 31)	1.29%	1.12%
Quarterly Efficiency Ratio (*Bank only as of December 31)	63.19%	62.19%
YTD Return on Average Assets (ROA)(*Bank Only as of December 31)	1.29%	1.12%
YTD Efficiency Ratio (*Bank only as of December 31)	63.84%	63.34%

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.