



Fourth Quarter 2024 | Report to Shareholders

We ended the year on a high note as we achieved our most profitable quarter of the year and the largest amount of loan growth. For the year, loans and total assets increased by 12% and we had a slight increase in deposits.

Of course, our most important asset will always be our people, and we are pleased to have a new member on the team; Alexandra Cole, has joined us as Executive HR Assistant.

Non-Interest income jumped by 30% while non-interest expense increased by only 5%. Total Revenue for 2024 increased by 17% and net income was slightly lower as we increased our provision for loan losses and unfunded commitments and our 12-month average net interest margin was lower. Earnings per share for 2024 was \$0.78 and book value per share ended at \$12.73 and \$13.64 excluding the unrealized loss on securities.

You can impact your investment and value by:

- Sharing that we have a **strong SBA program** (we are an SBA Express Lender, a special status that streamlines the process).
- Letting potential customers know we have **additional FDIC coverage** (multi-million-dollar protection) via our ICS and CDARS programs, so they can access multi-million-dollar FDIC protection by working directly with just our bank. (Offer of credit subject to approval.)
- Knowing we can create **tailored banking products & service packages** for small businesses or groups of employees. Just ask!
- Connecting us with **potential strategic partners** and **talented potential team members**. *(We're currently hiring two SBA producers - one in each of our two markets; please let one of us know of experienced, enthusiastic candidates.)*

Thank you for your support,

Charles B. Crawford, Jr.
Chairman and CEO

Louis J. DeCesare, Jr.
President & COO

This letter does not constitute an offer to sell or the solicitation of an offer to buy the rights or the underlying shares of common stock or warrants nor shall there be any sale of these securities in any jurisdiction in which such offer, solicitation or sale would be unlawful under the securities laws of any such jurisdiction.



Consolidated Balance Sheet

(unaudited)

	December 31, 2024	December 31, 2023
Assets:		
Cash and due from banks	36,409,643	27,727,826
Securities available for sale	17,372,732	18,363,316
Other investments	3,979,800	3,431,700
Loans: Less allowance for loan loss	388,959,427	348,211,997
Premises and equipment, net	1,821,128	1,832,038
Accrued interest receivable	1,780,221	1,692,882
Bank Owned Life Insurance	7,734,103	7,476,479
Other Assets	5,206,889	4,887,646
Total Assets	463,263,943	413,623,884
Liabilities:		
Non interest bearing demand deposits	40,195,957	46,997,177
Interest bearing demand deposits	281,338,984	269,908,796
Total deposits	321,534,941	316,905,973
Federal Home Loan Bank advances	93,008,261	50,251,883
Subordinated Debt	15,867,302	15,775,478
Accrued interest payable	216,267	195,090
Other liabilities	2,864,507	3,105,769
Total liabilities	433,491,278	386,234,193
Stockholders' equity:		
Preferred stock	-	-
Common stock	2,338,946	2,297,523
Additional paid-in-capital	28,861,334	28,460,505
Retained earnings (Accumulated deficit)	710,224	(1,099,400)
Unrealized securities gain/loss	(2,137,839)	(2,268,937)
Total stockholders' equity	29,772,665	27,389,691
Total Liabilities and Stockholders' Equity	463,263,943	413,623,884



Consolidated Statement of Operations

(unaudited)

	Year Ended:	
	December 31, 2024	December 31, 2023
Interest Income:		
Loans, including fees	26,510,068	22,598,180
Securities	306,412	321,561
Other investments	1,342,304	1,200,217
Total interest income	28,158,784	24,119,958
Interest Expense:		
Deposits	12,477,917	8,170,475
Subordinated Debt	951,824	949,809
Other borrowings	775,013	1,306,997
Total interest expense	14,204,754	10,427,281
Net interest income	13,954,030	13,692,677
Provision for loan losses and unfunded commitments	609,861	466,146
Net interest income after provision	13,344,169	13,226,531
Noninterest income:		
Service charges on deposit accounts	130,333	124,603
Gain on sale of loans	269,429	115,059
Loan fees	283,256	204,532
Income (loss) from mortgage joint venture	22,841	27,089
Income from bank owned life insurance	257,624	206,569
Gain on the sale of OREO	-	60,730
Other income (loss)	1,900	3,982
Total noninterest income	965,383	742,564
Noninterest expense:		
Salaries and employee benefits	6,481,095	6,124,683
Occupancy and equipment	744,698	711,045
Data processing	1,383,767	1,192,388
Professional fees	766,772	832,814
Other operating expenses	2,689,917	2,684,203
Total noninterest expense	12,066,249	11,545,133
Income before income taxes	2,243,303	2,423,962
Income taxes	433,679	485,194
Net income:	1,809,624	1,938,768
 Book Value Per Share	 \$12.73	 \$11.92
Book Value Per Share (not including unrealized gain/loss on securities)	\$13.64	\$12.91
Earnings Per Share	\$0.78	\$0.85



Hyperion Bank Team

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Marsha Dollar
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Lauren Flowers
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Eric Golden

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Andres Herrera
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Joel Higdon
Nancy Hollingsworth
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Michael Iannarelli
Bridget Jungblut
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Eric Kellum
Christopher Kober
Nicole Leitz

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Asif Mujtaba
Christopher Mumma
George Perkins
Cara Rossi
Danielle Selway
Ka'Rin Smith
Vonda Smith
Andy Stein
Frank Sullivan
Ryan Sullivan
Elisa Varella
Lexus Whyte
Bill Young

Board of Directors

Charles Crawford
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Jill Jinks
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Forward Looking Statements.

This document includes forward-looking statements within the meaning of the U.S. Private Securities Litigation Reform Act of 1995. These forward-looking statements include, but are not limited to, statements about our plans, objectives, expectations and intentions that are not historical facts, and other statements identified by words such as "may," "will," "expects," "believes," "plans," "anticipates," "opportunity," "current," "seeks," "estimates," or "potential," or the negative thereof or other and similar expressions. These forward-looking statements are based on current expectations and projections about future events. Investors are cautioned that forward-looking statements are not guarantees of future performance or results and involve risks and uncertainties that cannot be predicted or quantified, and, consequently, our actual performance may differ materially from that expressed or implied by such forward-looking statements.

