

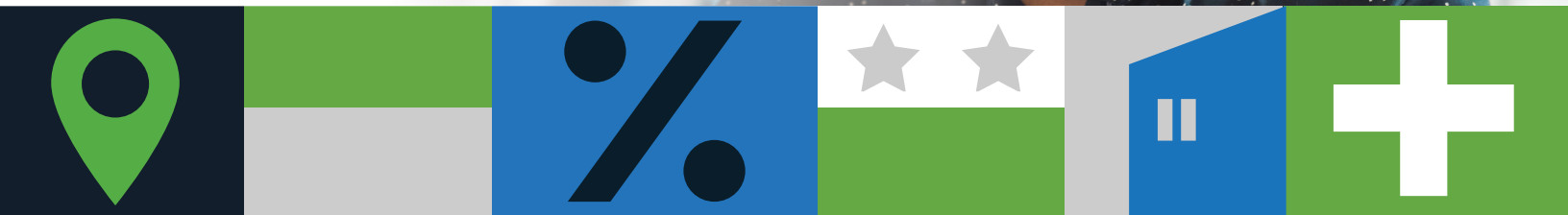
2019

STATEMENT OF FINANCIAL CONDITION



**Here
We
Grow.**

OUR COMMITMENT TO GROWTH TOUCHES EVERYTHING WE DO



Penn Community Bank's 2019 Statement of Financial Condition reflects our continued strength as the largest, independent mutual bank headquartered in Southeastern Pennsylvania.

As a community-first financial services provider powered by good values and powerful expertise, we see growth everywhere we look. It is our mission to deliver financial resources to meet the needs of individuals and families throughout their lifetimes, help businesses grow and prosper, strengthen local economies, and partner with local organizations to improve quality of life.

Penn Community Bank provides banking, lending, and investment solutions for customers throughout the region. Pairing the data-driven technology that families and business owners need with the local decision-making authority and focus they want. Our mutual structure is what makes us different. When we work with our customers, we're in it together. Since we aren't publicly traded and are not beholden to shareholders, we have the freedom to put the needs of our customers and communities first in everything we do. That means we can make decisions locally and with long-term goals in mind, not short-term profits. And our commitment to community doesn't stop there. From donating 5% of our net income back into the neighborhoods we serve, to our team members volunteering their time and talents to local organizations, we take the responsibility to grow and improve our communities seriously.

Penn Community Bank maintains a 5 out of 5 star rating from BauerFinancial, an independent nationally recognized bank rating service, based on safety and soundness. Our strong capital position has allowed us to continue to invest in customer experience and new technologies - including a new corporate website, partnership with Salesforce and a new business banking platform – as well as branch renovations and new branch openings. We are well positioned to meet the needs of the communities we serve in 2020 and beyond.

Penn Community Bank is positive momentum, personified. With the experience to keep it going until our customers and communities reach their financial goals. Let's get there together.

Sincerely,

Jeane M. Vidoni,
President and Chief Executive Officer
Penn Community Bank

**The complete audited financial
statements are available to the
public by sending a request to:**

Penn Community Bank
Attention: Finance Department
219 S. Ninth Street
Perkasie, PA 18944

Consolidated Balance Sheets (In thousands)

December 31,	2019	2018
Assets		
Cash and cash equivalents	\$ 38,027	\$ 55,699
Time deposits	—	500
Securities	497,237	479,795
Loans held for sale	87	536
Loans receivable (net of allowance for loan losses)	1,673,558	1,486,572
Premises and equipment, net	23,264	24,772
Intangible assets, net	1,497	2,010
Goodwill	8,475	8,475
Other assets	97,407	99,836
Total Assets	\$ 2,339,552	\$ 2,158,195
Liabilities and Stockholder's Equity		
Liabilities		
Deposits	\$ 1,678,452	\$ 1,486,556
Borrowings	335,249	371,200
Advances from borrowers for taxes and insurance	6,295	6,393
Other liabilities	27,561	22,634
Total Liabilities	2,047,557	1,886,783
Total Stockholder's Equity	291,995	271,412
Total Liabilities and Stockholder's Equity	\$ 2,339,552	\$ 2,158,195

I, Charles T. Field, Executive Vice President, Chief Financial Officer of Penn Community Bank, do hereby declare that these Consolidated Balance Sheets have been prepared in accordance with generally accepted accounting principles and are true to the best of my knowledge and belief.

Charles T. Field

Penn Community Bank has 24 branch locations throughout Bucks and Montgomery Counties:

- Bensalem
- Bristol
- Buckingham
- Cairn University
- Doylestown
- Dublin
- New Britain
- New Hope
- Newtown
- Perkasie - Fifth Street
- Perkasie - Market Street
- Pipersville
- Fairway
- Highland Park
- Langhorne
- Levittown
- Lower Makefield
- Milford
- Quakertown
- Richlandtown
- Riegelsville
- Southampton
- Warminster
- Yardley

Board of Directors

William P. Larkin, Jr.

Chair of the Board

Bruce Iacobucci

Vice-Chair of the Board

Robert L. Byers

Ross Choate

Cheri H. Freeh

Krista Pool Harper

W. Thomas Lomax

Jeffrey A. Naugle

Jeane M. Vidoni

Bruce J. Weed

Mark D. Worthington

Executive Management Team

Jeane M. Vidoni

President & Chief Executive Officer

Diane Brown

Executive Vice President,
Chief Administrative Officer

Robert Coffin

Executive Vice President,
Chief Credit Officer

Lewis Cyr

Executive Vice President,
Chief Lending Officer

Charles T. Field

Executive Vice President,
Chief Financial Officer

Georgann Berger McKenna

Executive Vice President,
Chief Human Resources Officer

Stephen Murphy

Senior Vice President,
Director of Residential Lending & Sales
Administration



219 S. 9th Street, Perksie, PA 18944
PennCommunityBank.com
215.788.1234

