



ARUNDEL FEDERAL

S A V I N G S B A N K



CONSOLIDATED STATEMENT OF FINANCIAL CONDITION
FOR THE YEAR ENDED DECEMBER 31, 2020
(prepared under Generally Accepted Accounting Principles)

<u>ASSETS</u>		<u>LIABILITIES</u>	
Cash on Hand and in Banks	\$ 36,613,420	Savings Accounts	\$365,408,469
Investment Securities Available for Sale	65,705,737	Federal Home Loan Bank Advances	5,000,000
Federal Home Loan Bank Stock, at Cost	594,400	Mortgage Escrow Accounts	1,486,440
Loans, less Allowance for Loan Losses	332,559,602	Accrued Interest Payable	15,131
Fixed Assets (Less Depreciation)	3,294,729	Other Liabilities	<u>2,067,009</u>
Foreclosed Real Estate	---	Total Liabilities	\$373,977,049
Accrued Interest Receivable	1,309,756	<u>RETAINED EARNINGS</u>	
Deferred Income Taxes	944,598	Retained Earnings	\$ 66,327,943
Other Assets	<u>380,550</u>	Net Unrealized Gain/(Loss) (Note 1)	<u>1,097,800</u>
		Total Returned Earnings & Net Unrealized Gain/(Loss)	\$ 67,425,743
Total Assets	<u>\$441,402,792</u>	Total Liabilities and Retained Earnings	<u>\$441,402,792</u>

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

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. The federal banking agencies capital rules provides for a graduated minimum community bank leverage ratio transition of 9.0 percent as follows – 8.0 percent starting second quarter 2020; 8.5 percent through 2021; and 9.0 percent thereafter. Community banking organizations with leverage ratios in excess of 9.0 percent 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, 2020, the Bank's leverage ratio of 15.05 percent exceeded the minimum required community bank leverage ratio of 8.5 percent as follows:

	<u>Regulatory Capital Required</u>	<u>Actual Regulatory Capital</u>	<u>Excess Capital</u>
Tier 1 Capital	35,247,055	66,327,943	31,080,888

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, 2020 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

ANNAPOLIS

2661 RIVA ROAD
ANNAPOLIS, MD 21401
410-266-7220

BROOKLYN

333 E. PATAPSCO AVE.
BALTIMORE, MD 21225
410-355-9300

GLEN BURNIE - Main Office

655 CRAIN HIGHWAY SOUTH
GLEN BURNIE, MD 21061
410-768-7800

PASADENA

4179 MOUNTAIN ROAD
PASADENA, MD 21122
410-437-4770

SEVERNA PARK

50 W. MCKINSEY ROAD
SEVERNA PARK, MD 21146
410-544-9600

HOURS

LOBBY & DRIVE-THRU
MONDAY – THURSDAY
9:00 a.m. – 3:00 p.m.
FRIDAY - 9:00 a.m. – 6:00 p.m.

LOBBY & DRIVE-THRU
MONDAY - FRIDAY
9:00 a.m. – 3:00 p.m.

LOBBY & DRIVE-THRU
MONDAY – THURSDAY
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.

LOBBY & DRIVE-THRU
MONDAY - THURSDAY
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.
EXTENDED DRIVE-THRU HOURS
MON. – FRI. 8:00 a.m. – 6:00 p.m.

LOBBY & DRIVE-THRU
MONDAY – THURSDAY
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.

SERVICES

WALK-UP ATM
DRIVE-UP NIGHT DROP
(Letter Size)

DRIVE-UP ATM

DRIVE-UP ATM
NIGHT DROP

WALK-UP ATM
DRIVE-UP NIGHT DROP

WALK-UP ATM
DRIVE-UP NIGHT DROP

OFFICERS

Thomas N. Herpel	President/CEO
John P. Marzullo	SVP/CFO/Treasurer
John A. Giovanazi	Sr. Vice President
Richard T. Greezicki	Vice President
Angela C. Hayes	Vice President
Margaret E. Henry	Vice President
William D. Sherman	Vice President
Patricia-Ann Stetler	Vice President
Charles E. Wagner, Jr.	Vice President
Melissa A. Schmidt-Fruits	Corporate Secretary
Kathryn B. Gosnell	Assistant Vice President
Lisa R. Hart	Assistant Vice President
David A. Kittleson	Assistant Treasurer
Jeanne M. Slaughter	Assistant Treasurer
Deborah A. Barth	Assistant Secretary
Melissa L. Bateman	Assistant Secretary
Margaret A. Carson	Assistant Secretary
Sue Corbin	Assistant Secretary
Ellisa A. Hauf	Assistant Secretary
Tracy M. McQuoid	Assistant Secretary
Teresa A. Meley	Assistant Secretary
Gail L. Mossman	Assistant Secretary
Joann E. Shipley	Assistant Secretary
Janet L. Wasmus	Assistant Secretary

DIRECTORS

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

ATTORNEYS

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

www.ArundelFederal.com