

FOR IMMEDIATE RELEASE
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Victory Bancorp, Inc. Announces Annual Earnings

Limerick, Pennsylvania – January 27, 2020 – The Victory Bancorp, Inc.

(OTCQX: VTYB) announced unaudited results for the year ended December 31, 2019. Highlights include a 12% earnings increase, asset growth of \$27.9 million and a \$2.2 million increase in stockholders' equity for the year ended December 31, 2019 as compared to the year ended December 31, 2018. Net income increased \$227 thousand to \$2.1 million, totaling approximately \$1.09 per common share. Cash dividends increased from .025 cents per share per quarter to .05 cents per share per quarter in the first quarter of 2020. Book value per share increased to \$10.15.

Joseph W. Major, Chairman & CEO, stated, "The company experienced another year of strong growth in assets and profitability while maintaining strong credit metrics, all made possible by the expertise and commitment of our team of bankers. Our priority is to understand and exceed our client's expectations in a highly responsive manner. When it comes to building both loans and deposits, we believe that speed matters. We look forward to continued growth in assets and profitability in 2020 as we consistently pursue better ways to benefit our clients and the regions we serve."

Consolidated net income for the year ended December 31, 2019, was \$2.1 million, an increase of \$227 thousand, compared to \$1.9 million in 2018. Deposits grew to \$247.8 million at December 31, 2019 from \$223.8 million in 2018, a 10.7% increase. Net Loans increased 6.5% to \$243.1 million at December 31, 2019 from \$228.3 million in 2018, and total assets increased by \$27.9 million to \$279.7 million as of December 31, 2019, an increase of 11.1% over 2018. The company paid a cash dividend totaling 10 cents per share during 2019.

The Victory Bancorp, Inc. is traded on the OTCQX market under the symbol VTYB (<http://www.otcm Markets.com>) and is the parent company of The Victory Bank, a Pennsylvania state-chartered commercial bank, headquartered in Limerick, Pennsylvania which is located just outside the Philadelphia market in Montgomery County. The Victory Bank was established in 2008. The Bank is a specialized business lender that provides high-quality banking services to small and mid-sized businesses and professionals through its two offices located in Montgomery and Berks Counties, Pennsylvania.

As of December 31, 2019, The Victory Bank had total assets of \$279.7 million, total deposits of \$247.8 million, and total equity of \$19.8 million. Additional information about Victory Bancorp is available on its website, VictoryBank.com.

This presentation may contain forward-looking statements (within the meaning of Private Securities Litigation Reform Act of 1995). Actual results may differ materially from the results discussed in these forward-looking statements. Factors that might cause such a difference include, but are not limited to, general economic conditions, changes in interest rates, deposit flows, loan demand, real estate values and competition; changes in accounting principles, policies, or guidelines; changes in legislation or regulation; and other economic, competitive, governmental, regulatory, and technological factors affecting the Company's operations, pricing, products, and services.

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The Victory Bancorp, Inc.

Consolidated Balance Sheet

(numbers in thousands except share data)

	Unaudited December 31, 2019	December 31, 2018
Assets		
Cash and due from banks	\$ 7,367	\$ 5,914
Federal funds sold	10,803	212
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Cash and cash equivalents	18,170	6,126
Securities available-for-sale	11,084	9,696
Loans receivable, net of allowance for loan losses of \$2,213 and \$2,096	243,131	228,261
Premises and equipment, net	3,298	3,388
Restricted investment in bank stocks	474	715
Accrued interest receivable	716	811
ORE	0	93
BOLI	1,548	1,507
Other assets	1,235	1,135
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Total assets	\$ 279,656	\$ 251,732
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Liabilities and Stockholders' Equity		
Liabilities		
Deposits:		
Non-interest bearing	48,060	38,841
Interest-bearing	199,734	184,938
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Total deposits	247,794	223,779
UnSecured borrowings	3,000	4,280
Subordinated Debt	7,927	4,941
Other liabilities	1,157	1,112
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Total liabilities	259,878	234,112
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Stockholders' Equity		
Common stock, \$1 par value; authorized 10,000,000 shares; issued and outstanding 1,950,077 shares	1,950	1,950
Surplus	14,220	14,158
Accumulated earnings	3,481	1,547
Accumulated other comprehensive income	135	(35)
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Total stockholders' equity	19,786	17,620
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Total liabilities and stockholders' equity	\$ 279,664	\$ 251,732
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The Victory Bancorp, Inc.

Consolidated Statement of Operations

	Unaudited	
	For the year ended December 31, 2019	For the year ended December 31, 2018
Interest Income		
Interest and fees on loans	\$ 13,979	\$ 12,111
Interest on investment securities	299	216
Other Interest Income	203	69
Total interest income	14,481	12,396
Interest Expense		
Deposits	2,984	2,073
Borrowings	631	617
Total interest expense	3,615	2,690
Net interest income	10,866	9,706
Provision for Loan Losses	424	293
Net interest income after provision for loan losses	10,442	9,413
Non-Interest Income		
Service charges and activity fees	242	191
Net gains on sales of loans	-	108
Other income	172	116
Total non-interest income	414	415
Non-Interest Expenses		
Salaries and employee benefits	4,955	4,502
Occupancy and equipment	496	479
Legal and professional fees	403	427
Advertising and promotion	108	85
Loan expenses	149	115
Data processing costs	1,012	868
Supplies, printing and postage	128	110
Telephone	32	34
Entertainment	121	131
Mileage and tolls	36	34
Insurance	39	35
Federal Deposit Insurance Corporation premiums	94	123
Dues and subscriptions	72	67
Shares tax	209	187
Other	257	195
Total non-interest expenses	8,111	7,392
Income before income taxes	2,745	2,436
Income Taxes	(618)	(536)
Net income available to common stockholders	\$ 2,127	\$ 1,900