

FOR IMMEDIATE RELEASE
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The Victory Bank Announces 3rd Quarter Earnings

LIMERICK, PENNSYLVANIA -- October 22, 2019 – The Victory Bancorp, Inc. (OTCQX:VTYB) announced unaudited results for the quarter ended September 30, 2019. When comparing September 30, 2019 to September 30, 2018, highlights include an earnings increase of 11.5%, asset growth of \$25.6 million and a 13.5% increase in stockholder's equity.

For the third quarter, Book Value per share increased from \$9.57 to \$9.90, as net income increased \$64 thousand to \$622 thousand, or approximately 32 cents per common share, as compared to \$558 thousand for the quarter ended September 30, 2018. Year to date results included net income of \$1.6 million and an increase in book value per share from \$9.04 to \$9.90 for the nine months ended September 30, 2019.

Deposits grew \$19.2 million in the 12 months ended September 30, 2019 to \$236.3 million, and net loans increased \$13.6 million during the same period, totaling \$235.5 million. Total assets also increased by \$25.6 million for the 12 months ended September 30, 2019, totaling \$267.7 million. Non-performing loans fell from \$187 thousand to \$160 thousand for the twelve month period ended September 30, 2019.

Joseph W. Major, Chairman and CEO, stated, "Victory Bank is managed by a team of highly experienced bankers seeking to build successful and valuable relationships with our clients. Our top priority is to understand and exceed our clients' expectations, providing them with great advice, convenience and speed of service, while effectively managing credit risk. In addition, we are very pleased to have received a Five Star rating from Bauer Financial Inc. earlier this year."

The Victory Bancorp, Inc. is traded on the OTCQX market under the symbol VTYB (<http://www.otcmarkets.com>) and is the parent company of The Victory Bank, a Pennsylvania state chartered commercial bank, headquartered in Limerick, Pennsylvania and founded in 2008. Victory provides high quality banking services to small and mid-sized businesses and professionals through its two offices located in Montgomery and Berks Counties, Pennsylvania. Additional information about Victory Bancorp is available on its website, www.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.

The Victory Bancorp, Inc.

Consolidated Balance Sheet

(in thousands except share data)

	Unaudited September 30, 2019	December 31, 2018
Assets		
Cash and due from banks	\$ 10,140	\$ 5,914
Federal funds sold	3,966	212
Cash and cash equivalents	14,106	6,126
Securities available-for-sale	10,187	9,696
Loans receivable, net of allowance for loan losses of \$2,146 and \$2,096	235,497	228,261
Premises and equipment, net	3,343	3,388
Restricted investment in bank stocks	834	715
Accrued interest receivable	796	811
ORE	-	93
BOLI	1,538	1,507
Other assets	1,360	1,135
Total assets	\$ 267,661	\$ 251,732
Liabilities and Stockholders' Equity		
Liabilities		
Deposits:		
Non-interest bearing	\$ 49,870	\$ 38,841
Interest-bearing	186,430	184,938
Total deposits	236,300	223,779
Unsecured borrowings	3,000	4,280
Subordinated Debt	7,917	4,941
Other liabilities	1,128	1,112
Total liabilities	248,345	234,112
Stockholders' Equity		
Common stock, \$1 par value; authorized 10,000,000 shares; issued and outstanding 1,950,077 shares	1,950	1,950
Surplus	14,158	14,158
Accumulated earnings	3,025	1,547
Accumulated other comprehensive income	183	(35)
Total stockholders' equity	19,316	17,620
Total liabilities and stockholders' equity	\$ 267,661	\$ 251,732

The Victory Bancorp, Inc.

Consolidated Statement of Operations

(in thousands)

	Unaudited three months ended September 30, 2019	Unaudited three months ended June 30, 2019	Unaudited three months ended March 31, 2019	Unaudited three months ended December 31, 2018	Unaudited three months ended September 30, 2018
Interest Income					
Interest and fees on loans	\$ 3,531	\$ 3,503	\$ 3,347	\$ 3,295	\$ 3,081
Interest on investment securities	78	72	74	59	63
Other Interest Income	55	67	29	43	18
Total interest income	3,664	3,642	3,450	3,397	3,162
Interest Expense					
Deposits	750	772	747	652	599
Borrowings	171	158	137	120	118
Total interest expense	921	930	884	772	717
Net interest income	2,743	2,712	2,566	2,625	2,445
Provision for Loan Losses	75	209	73	108	88
Net interest income after provision for Loan Losses	2,668	2,503	2,493	2,517	2,357
Non-Interest Income					
Service charges and activity fees	65	55	55	55	50
Net gains on sales of loans	-	-	-	-	95
Other income	49	21	52	27	30
Total non-interest income	114	76	107	82	175
Non-Interest Expenses					
Salaries and employee benefits	1,254	1,145	1,210	1,171	1,152
Occupancy and equipment	120	125	127	123	114
Legal and professional fees	85	103	66	139	81
Advertising and promotion	23	35	23	24	18
Loan expenses	35	34	39	26	37
Data processing costs	241	254	259	234	213
Supplies, printing and postage	28	30	43	33	31
Telephone	9	8	9	8	8
Entertainment	26	33	23	33	21
Mileage and tolls	8	12	6	10	7
Insurance	10	9	10	11	10
Federal Deposit Insurance Corporation premiums	1	43	34	35	28
Dues and subscriptions	16	17	19	15	16
Shares tax	53	53	49	37	50
Other	69	45	49	49	36
Total non-interest expenses	1,978	1,946	1,966	1,948	1,822
Income before income taxes	804	633	634	651	710
Income Taxes	-182	-134	-130	-153	-152
Net income	\$ 622	\$ 499	\$ 504	\$ 498	\$ 558