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EUREKA HOMESTEAD BANCORP, INC. ANNOUNCES MARCH 31, 2023 QUARTERLY EARNINGS

Metairie, Louisiana – Eureka Homestead Bancorp, Inc. (the “Company”) (OTC Pink Marketplace: “ERKH”), the holding company of Eureka Homestead (the “Bank”), announces net income of \$29,000, or \$0.03 per basic share, for the quarter ended March 31, 2023, compared to a net loss of (\$14,000), or (\$0.01) per basic share, for the quarter ended March 31, 2022. Net interest income increased \$128,000 due to increased interest income, offset, in part, by increased interest expense Noninterest income decreased \$123,000 principally due to fewer loans being sold in the secondary market and noninterest expense decreased \$38,000 due to lower accounting and consulting expenses for the quarter ended March 31, 2023 compared to the same quarter in 2022.

Comparison of Financial Condition at March 31, 2023 and December 31, 2022

Total Assets. Total assets decreased \$579,000, or 0.6%, to \$102.7 million at March 31, 2023 from \$103.3 million at December 31, 2022. The decrease was due to decreases in net loans of \$157,000, in investment securities available-for-sale of \$211,000 and in interest-bearing deposits in banks of \$749,000, offset, in part, by an increase in cash and cash equivalents of \$523,000.

Net Loans. Net loans decreased \$157,000, or 0.2%, to \$85.7 million at March 31, 2023 from \$85.8 million at December 31, 2022. The decrease in net loans was due primarily to a decrease in multifamily loans.

One- to four-family residential real estate loans increased \$2.1 million, or 2.8%, to \$77.1 million at March 31, 2023 from \$75.0 million at December 31, 2022 principally due to construction and land loans of \$1.9 million converting from construction to permanent financing reducing those balances to \$3.7 million at March 31, 2023 from \$5.6 million at December 31, 2022, a decrease of 34.0%, multifamily loans decreased \$269,000, or 8.9%, to \$2.8 million at March 31, 2023 from \$3.0 million at December 31, 2022, commercial real estate loans decreased \$13,000, or 0.9%, to \$1.4 million at March 31, 2023 from \$1.4 million at December 31, 2022 and consumer loans decreased \$4,000, or 2.0%, to \$195,000 at March 31, 2023 from \$199,000 at December 31, 2022.

Cash and Cash Equivalents. Cash and cash equivalents increased \$523,000, or 14.3%, to \$4.2 million at March 31, 2023 from \$3.7 million at December 31, 2022.

Interest-Bearing Deposits in Banks. Interest-bearing deposits in banks decreased \$749,000, or 60.0%, to \$500,000 at March 31, 2023 from \$1.2 million at December 31, 2022.

Securities Available-for-Sale. Investment securities available-for-sale, consisting of government-sponsored mortgage-backed securities and SBA 7a pools backed by equipment and mortgage loans, decreased \$211,000, or 3.9%, to \$5.2 million at March 31, 2023 from \$5.4 million at December 31, 2022 as a result of normal repayments.

Deposits. Deposits increased \$320,000, or 0.5%, to \$62.5 million at March 31, 2023 from \$62.2 million at December 31, 2022, principally due to an increase of \$1.3 million in certificates of deposit, or 2.3%, to \$60.0 million at March 31, 2023 from \$58.7 million at December 31, 2022, offset, in part, by a decrease of \$1.0 million in savings accounts, or 29.6%, to \$2.5 million at March 31, 2023 from \$3.5 million at December 31, 2022. The increase in certificates of deposit resulted primarily from increases in retail certificates of deposit of \$172,000, certificates of deposit derived from an online service of \$452,000 and brokered certificates of deposit of \$744,000. We have sometimes utilized

the non-retail funding sources to fund our loan origination and growth and to replace Federal Home Loan Bank advances, as well as in order to get longer-term funding not always available in the local market to help manage interest rate risk.

Borrowings. Borrowings, consisting entirely of Federal Home Loan Bank (FHLB) advances, were flat, at \$19.7 million at March 31, 2023 and December 31, 2022.

Advance Payments by Borrowers for Taxes and Insurance. Advance payments by borrowers for taxes and insurance decreased \$906,000, or 64.6%, to \$496,000 at March 31, 2023 from \$1.4 million at December 31, 2022 due to normal payments for real estate taxes due in the first quarter of each year.

Total Equity. Total equity increased \$77,000, or 0.4%, to \$19.4 million at March 31, 2023 from \$19.3 million at December 31, 2022. The increase resulted primarily from the net income of \$29,000 during the three months ended March 31, 2023, a decrease in accumulated other comprehensive loss of \$27,000 and the allocation of ESOP shares of \$20,000.

Comparison of Operating Results for the Three Months Ended March 31, 2023 and 2022

General. We had net income of \$29,000 for the three months ended March 31, 2023, compared to a net loss of (\$14,000) for the three months ended March 31, 2022, an increase of \$43,000. The increase in net income resulted from an increase in net interest income of \$128,000 and a decrease in noninterest expense of \$38,000, offset, in part, by decrease in noninterest income of \$123,000.

Interest Income. Interest income increased \$227,000, or 32.9%, to \$918,000 for the three months ended March 31, 2023 from \$691,000 for the three months ended March 31, 2022. This increase was attributable to increases in interest on loans receivable of \$147,000, or 21.9%, interest on investment securities of \$39,000, or 300.0% and interest on other interest-earning assets of \$41,000, or 683.3%. The average balance of loans increased \$9.2 million, or 12.0%, to \$86.2 million for the three months ended March 31, 2023 from \$77.0 million for the three months ended March 31, 2022, and the average yield on loans increased 31 basis points to 3.80% for the three months ended March 31, 2023 from 3.49% for the three months ended March 31, 2022. The average balance of investment securities increased \$198,000, or 3.9%, to \$5.3 million for the three months ended March 31, 2023 from \$5.1 million for the three months ended March 31, 2022, while the average yield on investment securities increased 289 basis points to 3.91% for the three months ended March 31, 2023 from 1.02% for the three months ended March 31, 2022. The average balance of other interest-earning assets decreased \$8.5 million, or 66.2%, to \$4.3 million for the three months ended March 31, 2023 from \$12.8 million for the three months ended March 31, 2022, and the average yield on other interest-earning assets increased 413 basis points to 4.32% for the three months ended March 31, 2023 from 0.19% for the three months ended March 31, 2022.

Interest Expense. Total interest expense increased \$99,000, or 37.5%, to \$363,000 for the three months ended March 31, 2023 from \$264,000 for the three months ended March 31, 2022. The increase was due to increases of \$86,000, or 53.4%, in interest expense on deposits and \$13,000, or 12.6%, in interest expense on advances from the FHLB. The average balance of interest-bearing deposits increased \$2.7 million, or 4.5%, to \$63.0 million for the three months ended March 31, 2023 from \$60.3 million for the three months ended March 31, 2022, and the average cost of interest-bearing deposits in banks increased 50 basis points to 1.57% for the three months ended March 31, 2023 from 1.07% for the three months ended March 31, 2022. The average balance of FHLB advances increased \$1.5 million, or 8.4%, to \$19.7 million for the three months ended March 31, 2023 from \$18.2 million for the three months ended March 31, 2022. The average cost of these advances increased nine basis points to 2.35% for the three months ended March 31, 2023 from 2.26% for the three months ended March 31, 2022.

Net Interest Income. Net interest income increased \$128,000, or 30.0%, to \$555,000 for the three months ended March 31, 2023 from \$427,000 for the three months ended March 31, 2022. Average net interest-earning assets decreased \$3.3 million period to period. This decrease was due primarily to the increases in the average balances of certificates of deposit and borrowings. Our interest rate spread increased 51 basis points to 2.07% for the three months ended March 31, 2023 from 1.56% for the three months ended March 31, 2022, and our net interest margin increased 52 basis points to 2.33% for the three months ended March 31, 2023 from 1.81% for the three months ended March 31, 2022. The increases in interest rate spread and net interest margin were primarily the result of interest rates on average interest-earning assets

increasing faster than interest rates on average interest-bearing liabilities during the three months ended March 31, 2023 versus the three months ended March 31, 2022.

Provision for Credit Losses. We recorded no provisions for credit losses for the three months ended March 31, 2023 or for the three months ended March 31, 2022. The allowance for credit losses was \$850,000, or 1.00% of total loans, at March 31, 2023, compared to \$850,000, or 1.00% of total loans, at December 31, 2022, and \$850,000, or 1.00%, of total loans, at March 31, 2022. There were no classified (substandard, doubtful and loss) or non-performing loans at March 31, 2023, December 31, 2022 or March 31, 2022. There were no charge-offs or recoveries for the three months ended March 31, 2023 or for the three months ended March 31, 2022.

Noninterest Income. Noninterest income decreased \$123,000, or 58.9%, to \$42,000 for the three months ended March 31, 2023 from \$179,000 for the three months ended March 31, 2022. The decrease was principally due to a decrease of \$137,000, or 76.5%, in fees on loans sold.

Noninterest Expense. Noninterest expense decreased \$38,000, or 5.8%, to \$612,000 for the three months ended March 31, 2023 from \$650,000 for the three months ended March 31, 2022. The decrease was primarily due to a decrease of \$17,000, or 4.2%, in salaries and employee benefits, resulting primarily from a decrease in commissions and related expenses on lower loan volume period to period, and a decrease of \$33,000, or 55.9%, in accounting and consulting expenses after we deregistered as a filer with the Securities and Exchange Commission in July 2022.

Income Tax Expense. There was no income tax expense for the three months ended March 31, 2023 or for the three months ended March 31, 2022, principally due to net operating loss tax carryforwards from prior years. The effective tax rate was 0.00% for the three months ended March 31, 2023 compared to 0.00% for the same quarter in 2022.

About Eureka Homestead Bancorp, Inc.

Eureka Homestead Bancorp, Inc. is the holding company for Eureka Homestead, a federally chartered stock savings association. The Bank, founded in 1884, is a community bank providing a variety of financial services to residents and businesses in and around Jefferson and Orleans Parishes, Louisiana. To learn more about us, visit www.eurekahomestead.com.

EUREKA HOMESTEAD BANCORP, INC.
CONSOLIDATED BALANCE SHEETS (UNAUDITED)
MARCH 31, 2023 AND DECEMBER 31, 2022
(in thousands, except share data)

	March 31, 2023	December 31, 2022
<u>ASSETS</u>		
Cash and Cash Equivalents	\$ 4,173	\$ 3,650
Interest-Bearing Deposits in Banks	500	1,249
Investment Securities	5,206	5,417
Loans Receivable, Net	85,687	85,844
Loans Held-for-Sale	—	—
Accrued Interest Receivable	462	453
Federal Home Loan Bank Stock	1,484	1,469
Premises and Equipment, Net	655	670
Cash Surrender Value of Life Insurance	4,334	4,312
Deferred Tax Asset	52	60
Prepaid Expenses and Other Assets	188	196
Total Assets	<u>\$ 102,741</u>	<u>\$ 103,320</u>
<u>LIABILITIES AND STOCKHOLDERS' EQUITY</u>		
Liabilities:		
Deposits	\$ 62,540	\$ 62,220
Advances from Federal Home Loan Bank	19,751	19,744
Advance Payments by Borrowers for Taxes and Insurance	496	1,402
Accrued Expenses and Other Liabilities	562	639
Total Liabilities	<u>83,349</u>	<u>84,005</u>
Commitments and Contingencies		
Stockholders' Equity:		
Preferred Stock, \$0.01 Par Value, 1,000,000 Shares Authorized, No Shares Issued	—	—
Common Stock, \$0.01 Par Value, 9,000,000 Shares Authorized, 1,026,127 and 1,026,127 Shares Issued and Outstanding on March 31, 2023 and December 31, 2022, Respectively	10	10
Additional Paid-in Capital	8,094	8,085
Unallocated Common Stock Held by:		
Employee Stock Ownership Plan (ESOP)	(949)	(960)
Retained Earnings	12,435	12,405
Accumulated Other Comprehensive (Loss)	(198)	(225)
Total Stockholders' Equity	<u>19,392</u>	<u>19,315</u>
Total Liabilities and Stockholders' Equity	<u>\$ 102,741</u>	<u>\$ 103,320</u>

EUREKA HOMESTEAD BANCORP, INC.
CONSOLIDATED STATEMENTS OF INCOME (UNAUDITED)
FOR THE THREE AND NINE MONTHS ENDED MARCH 31, 2023 AND 2022
(in thousands, except Earnings Per Share)

	Three Months Ended March 31,	
	2023	2022
Interest Income:		
Loans Receivable	\$ 819	\$ 672
Investment Securities	52	13
Interest-Bearing Deposits in Banks	47	6
Total Interest Income	918	691
Interest Expense:		
Deposits	247	161
Advances from Federal Home Loan Bank	116	103
Total Interest Expense	363	264
Net Interest Income	555	427
Provision for Credit Losses		
Net Interest Income After Provision for Credit Losses	555	427
Non-Interest Income:		
Service Charges and Other Income	23	9
Fees on Loans Sold	42	179
Income from Life Insurance	21	21
Total Non-Interest Income	86	209
Non-Interest Expenses:		
Salaries and Employee Benefits	385	402
Occupancy Expense	64	52
FDIC Deposit Insurance Premium and Examination Fees	15	17
Data Processing	18	18
Accounting and Consulting	26	59
Insurance	27	24
Legal fees	22	15
Other	55	63
Total Non-Interest Expenses	612	650
Income (Loss) Before Income Tax Expense	29	(14)
Income Tax Expense	—	—
Net Income (Loss)	<u>\$ 29</u>	<u>\$ (14)</u>
Earnings (Loss) Per Share: Basic	<u>\$ 0.03</u>	<u>\$ (0.01)</u>

EUREKA HOMESTEAD BANCORP, INC.
FOR THE THREE AND NINE MONTHS ENDED MARCH 31, 2023 AND 2022
OTHER FINANCIAL DATA (Unaudited)

	Three Months Ended March 31,	
	2023	2022
Return on Average Assets	0.11 %	(0.05)%
Return on Average Equity	0.60 %	(0.26)%
Net Interest Margin	2.33 %	1.81 %
Bank Tier 1 Leverage Ratio	18.66 %	19.03 %
Allowance for Credit Losses to Total Loans	1.00 %	1.00 %
Non-performing Loans to Total Loans	0.00 %	0.00 %
Earnings (Loss) Per Share, Basic	\$ 0.03	\$ (0.01)
Book Value Per Share	\$ 18.90	\$ 18.63