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## **EUREKA HOMESTEAD BANCORP, INC. ANNOUNCES SEPTEMBER 30, 2024 QUARTERLY EARNINGS**

**Metairie, Louisiana** – Eureka Homestead Bancorp, Inc. (the “Company”) (OTC Pink Marketplace: “ERKH”), the holding company of Eureka Homestead (the “Bank”), announces a net loss of (\$49,000), or (\$0.05) per basic share, for the quarter ended September 30, 2024, compared to a net loss of (\$133,000), or (\$0.14) per basic share, for the quarter ended September 30, 2023. Net interest income decreased \$113,000 due to decreased interest income and increased interest expense. Noninterest income increased \$8,000 and noninterest expense decreased \$189,000 for the quarter ended September 30, 2024 compared to the same quarter in 2023. The decrease in noninterest expense resulted primarily from higher accounting, consulting and legal expenses in the 2023 quarter, due largely to the definitive merger agreement which the Company entered into with Eureka Investor Group Inc. (“EIG”) and announced on August 4, 2023 pursuant to which EIG will acquire the Company. Regulatory review of the merger is in progress.

### **Comparison of Financial Condition at September 30, 2024 and December 31, 2023**

**Total Assets.** Total assets decreased \$3.0 million, or 2.9%, to \$102.3 million at September 30, 2024 from \$105.4 million at December 31, 2023. The decrease was due to decreases in interest-bearing deposits in banks of \$5.2 million, in investment securities available-for-sale of \$699,000 and in net loans of \$1.4 million, offset, in part, by an increase in cash and cash equivalents of \$4.1 million.

**Net Loans.** Net loans decreased \$1.4 million, or 1.6%, to \$84.6 million at September 30, 2024 from \$86.0 million at December 31, 2023.

One- to four-family residential real estate loans were flat at \$80.2 million at September 30, 2024 and December 31, 2023 principally due to \$3.0 million of new loans, construction and land loans of \$1.1 million converting from construction to permanent financing reducing those balances to \$0.0 million at September 30, 2024 from \$1.1 million at December 31, 2023, a decrease of 100.0%, offset, in part, by payoffs and paydowns of \$4.1 million; multifamily loans decreased \$577,000, or 22.9%, to \$1.9 million at September 30, 2024 from \$2.5 million at December 31, 2023; commercial real estate loans decreased \$40,000, or 2.9%, to \$1.3 million at September 30, 2024 from \$1.4 million at December 31, 2023 due to normal paydowns, and consumer loans increased \$16,000, or 8.4%, to \$207,000 at September 30, 2024 from \$191,000 at December 31, 2023 due to \$48,000 of new loans, offset, in part, by \$32,000 of payoffs and paydowns.

**Cash and Cash Equivalents.** Cash and cash equivalents increased \$4.1 million, or 182.9%, to \$6.4 million at September 30, 2024 from \$2.3 million at December 31, 2023.

**Interest-Bearing Deposits in Banks.** Interest-bearing deposits in banks decreased \$5.2 million, or 95.4%, to \$250,000 at September 30, 2024 from \$5.5 million at December 31, 2023, due to maturities of certificates of deposit.

**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 \$699,000, or 15.7%, to \$3.8 million at September 30, 2024 from \$4.5 million at December 31, 2023 as a result of normal repayments, offset, in part, by a decrease in unrealized losses.

**Deposits.** Deposits increased \$4.0 million, or 6.1%, to \$69.1 million at September 30, 2024 from \$65.2 million at December 31, 2023, principally due to an increase of \$4.1 million in certificates of deposit, or 6.4%, to \$67.3 million at September 30, 2024 from \$63.2 million at December 31, 2023, offset, in part, by a decrease of \$123,000 in savings accounts, or 6.2%, to \$1.8 million at September 30, 2024 from \$2.0 million at December 31, 2023. The increase in certificates of deposit resulted primarily from increases in certificates of deposit derived from an online service of \$1.9 million and brokered certificates of deposit of \$3.0 million, offset, in part, by a decrease in retail certificates of deposit of \$832,000. 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 decreased \$7.3 million, or 37.7%, to \$12.0 million at September 30, 2024 from \$19.3 million at December 31, 2023.

**Advance Payments by Borrowers for Taxes and Insurance.** Advance payments by borrowers for taxes and insurance increased \$275,000, or 25.2%, to \$1.4 million at September 30, 2024 from \$1.1 million at December 31, 2023 due to increased real estate taxes and insurance estimates.

**Total Equity.** Total equity increased \$52,000, or 0.3%, to \$19.3 million at September 30, 2024 from \$19.2 million at December 31, 2023. The increase resulted primarily from the allocation of ESOP shares of \$72,000 and a decrease in accumulated other comprehensive loss of \$60,000, offset, in part, by the net loss of \$80,000 during the nine months ended September 30, 2024.

### **Comparison of Operating Results for the Three Months Ended September 30, 2024 and 2023**

**General.** We had a net loss of (\$49,000) for the three months ended September 30, 2024, compared to a net loss of (\$133,000) for the three months ended September 30, 2023, a decrease of \$84,000. The decrease in net loss resulted primarily from an increase in noninterest income of \$8,000 and a decrease in noninterest expense of \$189,000, offset, in part, by a decrease in net interest income of \$113,000.

**Interest Income.** Interest income decreased \$2,000, or 0.2%, to \$977,000 for the three months ended September 30, 2024 from \$979,000 for the three months ended September 30, 2023. The decrease was attributable to decreases in interest on investment securities of \$11,000, or 20.4%, and interest on other interest-earning assets of \$30,000, or 37.5%, offset, in part, by an increase in interest on loans receivable of \$39,000, or 4.6%. The average balance of loans decreased \$117,000, or 0.1%, to \$85.1 million for the three months ended September 30, 2024 from \$85.2 million for the three months ended September 30, 2023, and the average yield on loans increased 18 basis points to 4.15% for the three months ended September 30, 2024 from 3.97% for the three months ended September 30, 2023. The average balance of investment securities decreased \$946,000, or 19.6%, to \$3.9 million for the three months ended September 30, 2024 from \$4.8 million for the three months ended September 30, 2023, and the average yield on investment securities decreased four basis points to 4.43% for the three months ended September 30, 2024 from 4.47% for the three months ended September 30, 2023. The average balance of other interest-earning assets decreased \$2.2 million, or 35.6%, to \$3.9 million for the three months ended September 30, 2024 from \$6.1 million for the three months ended September 30, 2023, and the average yield on other interest-earning assets decreased 16 basis points to 5.08% for the three months ended September 30, 2024 from 5.24% for the three months ended September 30, 2023.

**Interest Expense.** Total interest expense increased \$111,000, or 25.9%, to \$540,000 for the three months ended September 30, 2024 from \$429,000 for the three months ended September 30, 2023. The increase was due to an increase of \$174,000, or 55.6%, in interest expense on deposits, offset, in part, by a decrease of \$63,000, or 54.3%, in interest expense on advances from the FHLB. The average balance of interest-bearing deposits increased \$5.9 million, or 9.3%, to \$69.1 million for the three months ended September 30, 2024 from \$63.2 million for the three months ended September 30, 2023, and the average cost of interest-bearing deposits in banks increased 84 basis points to 2.82% for the three months ended September 30, 2024 from 1.98% for the three months ended September 30, 2023. The average balance of FHLB advances decreased \$9.2 million, or 46.7%, to \$10.5 million for the three months ended September 30, 2024 from \$19.8 million for the three months ended September 30, 2023. The average cost of these advances decreased

34 basis points to 2.01% for the three months ended September 30, 2024 from 2.35% for the three months ended September 30, 2023.

**Net Interest Income.** Net interest income decreased \$113,000, or 20.5%, to \$437,000 for the three months ended September 30, 2024 from \$550,000 for the three months ended September 30, 2023. Average net interest-earning assets increased \$100,000 period to period. This increase was due to the average balances of interest-earning assets shrinking slower than the average balances of interest-bearing liabilities. Our interest rate spread decreased 50 basis points to 1.50% for the three months ended September 30, 2024 from 2.00% for the three months ended September 30, 2023, and our net interest margin decreased 41 basis points to 1.88% for the three months ended September 30, 2024 from 2.29% for the three months ended September 30, 2023. The decreases in interest rate spread and net interest margin were primarily the result of interest rates on average interest-bearing liabilities increasing faster than interest rates on average interest-earning assets during the three months ended September 30, 2024 versus the three months ended September 30, 2023.

**Provision for Credit Losses.** The Bank adopted ASU 2016-13 regarding credit losses on January 1, 2023, using the model known as the Current Expected Credit Loss (CECL) model. Adoption of this model resulted in no increase to our Allowance for Credit Losses (ACL). We recorded no provisions for credit losses for the three months ended September 30, 2024 or for the three months ended September 30, 2023. The allowance for credit losses was \$850,000, or 1.01% of total loans, at September 30, 2024, compared to \$850,000, or 1.00% of total loans, at December 31, 2023, and \$850,000, or 1.01%, of total loans, at September 30, 2023. There were no non-performing loans at September 30, 2024, December 31, 2023 or September 30, 2023. Classified loans (substandard, doubtful and loss) totaled \$662,000 at September 30, 2024, compared to \$0 at December 31, 2023 and \$0 at September 30, 2023. There were no charge-offs or recoveries for the three months ended September 30, 2024 or for the three months ended September 30, 2023.

**Noninterest Income.** Noninterest income increased \$8,000, or 7.3%, to \$117,000 for the three months ended September 30, 2024 from \$109,000 for the three months ended September 30, 2023. The increase was principally due to an increase of \$31,000, or 91.2%, in fees on loans sold, offset, in part, by a decrease of \$23,000, or 44.2%, in service charges and other income.

**Noninterest Expense.** Noninterest expense decreased \$189,000, or 23.9%, to \$603,000 for the three months ended September 30, 2024 from \$792,000 for the three months ended September 30, 2023. The decrease was primarily due to a decrease of \$188,000, or 74.0%, in accounting, consulting and legal expenses largely related to higher fees in the 2023 quarter related the merger agreement entered in to and previously announced on August 4, 2023. Regulatory review of the merger is in progress.

**Income Tax Expense.** There was no income tax expense for the three months ended September 30, 2024 or for the three months ended September 30, 2023, principally due to net operating loss tax carryforwards from prior years. The effective tax rate was 0.00% for the three months ended September 30, 2024 compared to 0.00% for the same quarter in 2023.

### **Comparison of Operating Results for the Nine Months Ended September 30, 2024 and 2023**

**General.** We had a net loss of (\$80,000) for the nine months ended September 30, 2024, compared to a net loss of (\$191,000) for the nine months ended September 30, 2023, a decrease of \$111,000. The decrease in net loss resulted from a decrease in noninterest expense of \$379,000, offset, in part, by decreases in net interest income of \$192,000 and in noninterest income of \$76,000.

**Interest Income.** Interest income increased \$191,000, or 6.7%, to \$3.0 million for the nine months ended September 30, 2024 from \$2.8 million for the nine months ended September 30, 2023. This increase was attributable to increases in interest on loans receivable of \$160,000, or 6.4%, and interest on other interest-earning assets of \$57,000, or 30.5%, offset, in part, by a decrease in interest on investment securities of \$26,000, or 16.0%. The average balance of loans increased \$53,000, or 0.1%, to \$85.6 million for the nine months ended September 30, 2024 from \$85.6 million for the nine months ended September 30, 2023, and the average yield on loans increased 25 basis points to 4.13% for the nine months ended September 30, 2024 from 3.88% for the nine months ended September 30, 2023. The average balance of

investment securities decreased \$1.1 million, or 20.7%, to \$4.1 million for the nine months ended September 30, 2024 from \$5.2 million for the nine months ended September 30, 2023, while the average yield on investment securities increased 25 basis points to 4.44% for the nine months ended September 30, 2024 from 4.19% for the nine months ended September 30, 2023. The average balance of other interest-earning assets increased \$1.0 million, or 19.7%, to \$6.1 million for the nine months ended September 30, 2024 from \$5.1 million for the nine months ended September 30, 2023, and the average yield on other interest-earning assets increased 44 basis points to 5.34% for the nine months ended September 30, 2024 from 4.90% for the nine months ended September 30, 2023.

**Interest Expense.** Total interest expense increased \$383,000, or 32.2%, to \$1.6 million for the nine months ended September 30, 2024 from \$1.2 million for the nine months ended September 30, 2023. The increase was due to an increase of \$459,000, or 54.4%, in interest expense on deposits, offset, in part, by a decrease of \$76,000, or 21.8%, in interest expense on advances from the FHLB. The average balance of interest-bearing deposits increased \$3.6 million, or 5.6%, to \$66.5 million for the nine months ended September 30, 2024 from \$63.0 million for the nine months ended September 30, 2023, and the average cost of interest-bearing deposits in banks increased 83 basis points to 2.61% for the nine months ended September 30, 2024 from 1.78% for the nine months ended September 30, 2023. The average balance of FHLB advances decreased \$3.6 million, or 18.3%, to \$16.1 million for the nine months ended September 30, 2024 from \$19.8 million for the nine months ended September 30, 2023. The average cost of these advances decreased 10 basis points to 2.25% for the nine months ended September 30, 2024 from 2.35% for the nine months ended September 30, 2023.

**Net Interest Income.** Net interest income decreased \$192,000, or 11.7%, to \$1.5 million for the nine months ended September 30, 2024 from \$1.6 million for the nine months ended September 30, 2023. Average net interest-earning assets increased \$41,000 period to period. This increase was due to the average balances of interest-earning assets decreasing slower than the average balances of interest-bearing liabilities. Our interest rate spread decreased 35 basis points to 1.68% for the nine months ended September 30, 2024 from 2.03% for the nine months ended September 30, 2023, and our net interest margin decreased 27 basis points to 2.03% for the nine months ended September 30, 2024 from 2.29% for the nine months ended September 30, 2023. The decreases in interest rate spread and net interest margin were primarily the result of interest rates on average interest-bearing liabilities increasing faster than interest rates on average interest-earning assets during the nine months ended September 30, 2024 versus the nine months ended September 30, 2023.

**Provision for Credit Losses.** The Bank adopted ASU 2016-13 regarding credit losses on January 1, 2023, using the model known as the Current Expected Credit Loss (CECL) model. Adoption of this model resulted in no increase to our Allowance for Credit Losses (ACL). We recorded no provisions for credit losses for the nine months ended September 30, 2024 or for the nine months ended September 30, 2023. The allowance for credit losses was \$850,000, or 1.01% of total loans, at September 30, 2024, compared to \$850,000, or 1.00% of total loans, at December 31, 2023, and \$850,000, or 1.01%, of total loans, at September 30, 2023. There were no non-performing loans at September 30, 2024, December 31, 2023 or September 30, 2023. Classified loans (substandard, doubtful and loss) totaled \$662,000 at September 30, 2024, compared to \$0 at December 31, 2023 and \$0 at September 30, 2023. There were no charge-offs or recoveries for the nine months ended September 30, 2024 or for the nine months ended September 30, 2023.

**Noninterest Income.** Noninterest income decreased \$76,000, or 21.7%, to \$274,000 for the nine months ended September 30, 2024 from \$350,000 for the nine months ended September 30, 2023. The decrease was due to decreases of \$14,000, or 14.3%, in service charges and other income and of \$63,000, or 34.1%, in fees on loans sold.

**Noninterest Expense.** Noninterest expense decreased \$379,000, or 17.3%, to \$1.8 million for the nine months ended September 30, 2024 from \$2.2 million for the nine months ended September 30, 2023. The decrease was primarily due to decreases of \$100,000, or 8.8%, in salaries and employee benefits, resulting primarily from a decrease in commissions and related expenses on lower loan volume period to period and \$285,000, or 57.3%, in accounting, consulting and legal expenses largely related to higher fees in the 2023 period related to the merger agreement entered into and previously announced on August 4, 2023. Regulatory review of the merger is in progress.

***Income Tax Expense.*** There was no income tax expense for the nine months ended September 30, 2024 or for the nine months ended September 30, 2023, principally due to net operating loss tax carryforwards from prior years. The effective tax rate was 0.00% for the nine months ended September 30, 2024 compared to 0.00% for the same quarter in 2023.

**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](http://www.eurekahomestead.com).

**EUREKA HOMESTEAD BANCORP, INC.**  
**CONSOLIDATED BALANCE SHEETS (UNAUDITED)**  
**SEPTEMBER 30, 2024 AND DECEMBER 31, 2023**  
(in thousands, except share data)

	September 30, 2024	December 31, 2023
<b><u>ASSETS</u></b>		
Cash and Cash Equivalents	\$ 6,373	\$ 2,253
Interest-Bearing Deposits in Banks	250	5,493
Debt Securities, Available for Sale, at Fair Value (Amortized Cost \$3,937 and \$4,712, net of Allowance for Credit Losses of \$0 and \$0 at September 30, 2024 and December 31, 2023, Respectively)	3,753	4,452
Loans Receivable, Net of Allowance for Credit Losses of \$850 and \$850 at September 30, 2024 and December 31, 2023, Respectively	84,622	86,003
Loans Held-for-Sale	—	—
Accrued Interest Receivable	491	492
Federal Home Loan Bank Stock, at Cost	1,613	1,545
Premises and Equipment, Net	580	618
Cash Surrender Value of Life Insurance	4,370	4,303
Deferred Tax Asset	39	55
Prepaid Expenses and Other Assets	244	151
Total Assets	<u>\$ 102,335</u>	<u>\$ 105,365</u>
<b><u>LIABILITIES AND STOCKHOLDERS' EQUITY</u></b>		
Liabilities:		
Deposits	\$ 69,142	\$ 65,191
Advances from Federal Home Loan Bank	12,000	19,270
Advance Payments by Borrowers for Taxes and Insurance	1,366	1,091
Accrued Expenses and Other Liabilities	569	607
Total Liabilities	<u>83,077</u>	<u>86,159</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 September 30, 2024 and December 31, 2023, Respectively	10	10
Additional Paid-in Capital	8,155	8,117
Unallocated Common Stock Held by:		
Employee Stock Ownership Plan (ESOP)	(881)	(915)
Retained Earnings	12,119	12,199
Accumulated Other Comprehensive (Loss)	(145)	(205)
Total Stockholders' Equity	<u>19,258</u>	<u>19,206</u>
Total Liabilities and Stockholders' Equity	<u>\$ 102,335</u>	<u>\$ 105,365</u>

**EUREKA HOMESTEAD BANCORP, INC.**  
**CONSOLIDATED STATEMENTS OF INCOME (UNAUDITED)**  
**FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023**  
(in thousands, except Earnings Per Share)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2024	2023	2024	2023
<b>Interest Income:</b>				
Loans Receivable	\$ 884	\$ 845	\$ 2,650	\$ 2,490
Debt Securities	43	54	136	162
Interest-Bearing Deposits in Banks	50	80	244	187
Total Interest Income	977	979	3,030	2,839
<b>Interest Expense:</b>				
Deposits	487	313	1,302	843
Advances from Federal Home Loan Bank	53	116	272	348
Total Interest Expense	540	429	1,574	1,191
Net Interest Income	437	550	1,456	1,648
<b>Provision for Credit Losses</b>				
Net Interest Income After Provision for Credit Losses	—	—	—	—
	437	550	1,456	1,648
<b>Non-Interest Income:</b>				
Service Charges and Other Income	29	52	84	98
Fees on Loans Sold	65	34	122	185
Income from Life Insurance	23	23	68	67
Total Non-Interest Income	117	109	274	350
<b>Non-Interest Expenses:</b>				
Salaries and Employee Benefits	347	338	1,033	1,133
Occupancy Expense	65	64	191	189
FDIC Deposit Insurance Premium and Examination Fees	17	17	51	51
Data Processing	16	18	50	52
Accounting and Consulting	50	157	152	217
Insurance	28	28	83	82
Legal fees	16	97	60	280
Other	64	73	190	185
Total Non-Interest Expenses	603	792	1,810	2,189
<b>(Loss) Before Income Tax Expense</b>	(49)	(133)	(80)	(191)
Income Tax Expense	—	—	—	—
<b>Net (Loss)</b>	<u>\$ (49)</u>	<u>\$ (133)</u>	<u>\$ (80)</u>	<u>\$ (191)</u>
<b>(Loss) Per Share: Basic</b>	<u>\$ (0.05)</u>	<u>\$ (0.14)</u>	<u>\$ (0.09)</u>	<u>\$ (0.20)</u>

**EUREKA HOMESTEAD BANCORP, INC.**  
**FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023**  
**OTHER FINANCIAL DATA (Unaudited)**

(Annualized)	<u>Three Months Ended September 30,</u>	
	<u>2024</u>	<u>2023</u>
Return on Average Assets	(0.19)%	(0.51)%
Return on Average Equity	(1.02)%	(2.76)%
Net Interest Margin	1.88 %	2.29 %
Bank Tier 1 Leverage Ratio	19.11 %	18.78 %
Allowance for Credit Losses to Total Loans	1.01 %	1.01 %
Non-performing Loans to Total Loans	0.00 %	0.00 %
(Loss) Earnings Per Share, Basic	\$ (0.05)	\$ (0.14)
Book Value Per Share	\$ 18.77	\$ 18.67

(Annualized)	<u>Nine Months Ended September 30,</u>	
	<u>2024</u>	<u>2023</u>
Return on Average Assets	(0.10)%	(0.25)%
Return on Average Equity	(0.55)%	(1.32)%
Net Interest Margin	2.03 %	2.29 %
Bank Tier 1 Leverage Ratio	19.11 %	18.78 %
Allowance for Credit Losses to Total Loans	1.01 %	1.01 %
Non-performing Loans to Total Loans	0.00 %	0.00 %
(Loss) Earnings Per Share, Basic	\$ (0.09)	\$ (0.20)
Book Value Per Share	\$ 18.77	\$ 18.67