

YORK TRADITIONS BANK REPORTS 1st QUARTER EARNINGS

April 2019 -- York Traditions Bank (OTC Pink: YRKB) reported net income of \$1,088,000, or 38 cents per share, for the first quarter ended March 31, 2019, compared to \$1,094,000, or 39 cents per share, for the first quarter ended March 31, 2018. This represents a \$6,000 decrease, or 1%, over the first quarter of 2018. Book value per common share stood at \$18.32 at March 31, 2019.

“While first quarter 2019 earnings were even with the prior year, affected mainly by lower gains on the sale of residential mortgages, we are satisfied with our start to 2019,” stated Eugene J. Draganosky, President and Chief Executive Officer. “Net interest income grew \$403,000, or 11%, over last year’s first quarter attributed primarily to commercial loan growth and a higher net interest margin. Annualized first quarter branch deposit growth of nearly 11%, closely mirroring year-over-year branch deposit performance, continues to provide necessary funding for earning asset generation. The recent moderation of long-term interest rates and a favorable local real estate market give us confidence for the remainder of 2019. Credit quality remains strong with non-performing assets to total loans at 0.24% and minimal loan charge-offs in the first quarter.”

FINANCIAL HIGHLIGHTS (unaudited):
 (Dollars in thousands, except per share data)

Selected Financial Data	Mar 31,	Dec 31,	Mar 31,
	2019	2018	2018
Investment securities	\$ 61,991	\$ 57,918	\$ 56,084
Loans, net of unearned income	375,594	378,918	353,633
Total assets	488,753	482,918	447,953
Deposits	405,694	395,179	364,308
Borrowings	20,958	30,628	30,631
Subordinated debt	5,000	5,000	5,000
Shareholders' equity	51,874	50,080	45,884
Book value per common share	\$ 18.32	\$ 17.93	\$ 16.62
Allowance/loans	1.01%	0.99%	1.03%
Non-performing assets/total assets	0.24%	0.41%	0.64%
Tier 1 capital/average assets	10.72%	10.66%	10.61%

Selected Operations Data	Three months ended Mar 31,	
	2019	2018
Interest income	\$ 5,471	\$ 4,551
Interest expense	(1,342)	(825)
Net interest income	4,129	3,726
Provision for loan losses	(75)	(80)
Investment securities gains (losses)	(5)	(3)
Gains on sale of mortgages	770	1,028
Other income	391	310
Other expense	(3,878)	(3,635)
Income before income taxes	1,332	1,346
Income taxes	(244)	(252)
Net income	\$ 1,088	\$ 1,094
Earnings per common share (basic)	\$ 0.38	\$ 0.39
Earnings per common share (diluted)	\$ 0.38	\$ 0.39
Return on average assets	0.92%	1.01%
Return on average equity	8.58%	9.58%
Net interest margin	3.67%	3.61%
Net charge-offs(recoveries)/average loans	0.02%	0.00%

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Safe Harbor Statement:

Except for historical information contained herein, the matters discussed in this release are forward-looking statements. Investors are cautioned that all forward-looking statements involve risks and uncertainty. Because of these risks and uncertainties, our actual future results may be materially different from the results indicated by these forward looking statements. In addition, our past results of operations do not necessarily indicate our future results. We undertake no obligation to publicly update or otherwise revise any forward-looking statements, whether as a result of new information, future events or otherwise.