



# **f1rst Community Corporation**

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**Financial Highlights**

**December 31, 2017**



# Total Assets Increased

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**.2%**

**12-31-17**

**\$171,237,253**

**12-31-16**

**\$170,840,491**



# Profitability

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**2017 Net Income**

**\$1,209,646**

**2016 Net Income**

**\$1,409,741**

**A reduction of  
\$200,095 (14.2%)**



# Major Components Of Change vs. 2016

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Interest Income

+ \$134,000

Interest Expense

- \$109,600

Non-Interest Expense

-\$298,400

Non-Interest Income

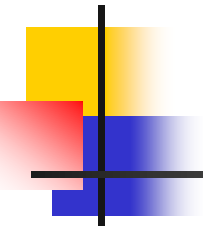
-\$286,500

Provision for Loan Losses

-\$550,000

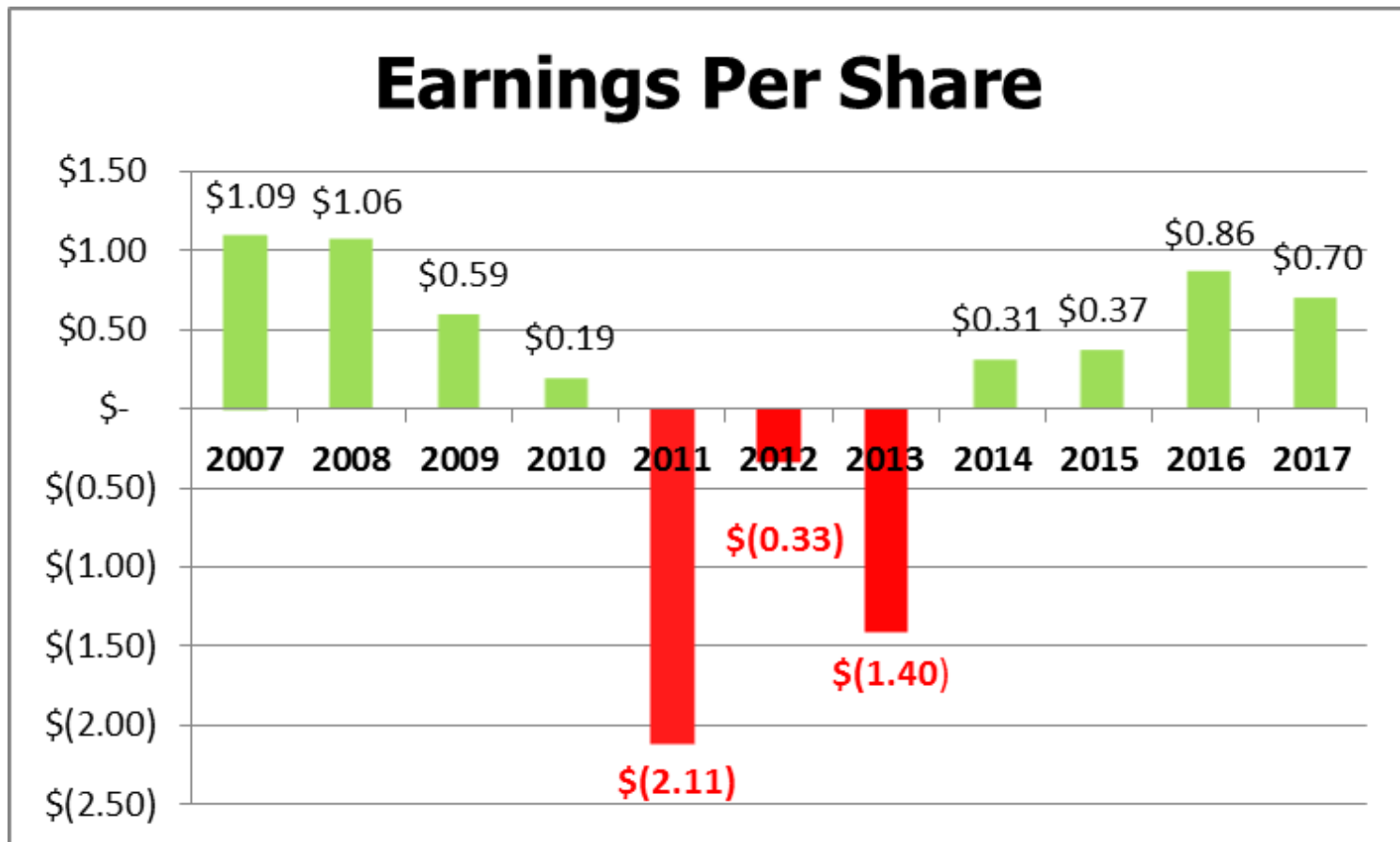
Prior Year (2016) One Time Negative Provision  
(Increase to Income) with \$0 in 2017

# Earnings Per Share



Return to Profitability	2017:	\$0.70
	2016:	\$0.86
	2015:	\$0.37
	2014:	\$0.31
Trough	2013:	(\$1.40)
	2012:	(\$0.33)
	2011:	(\$2.11)
	2010:	\$0.19
Great Recession Dec 2007 to June 2009	2009:	\$0.59
	2008:	\$1.06
	2007:	\$1.09

# Earnings Per Share





# Holding Co. Capital Increased

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**\$15,207,038**

At 12-31-17

**\$14,424,737**

At 12-31-16

**Up 5.4% from 2016**



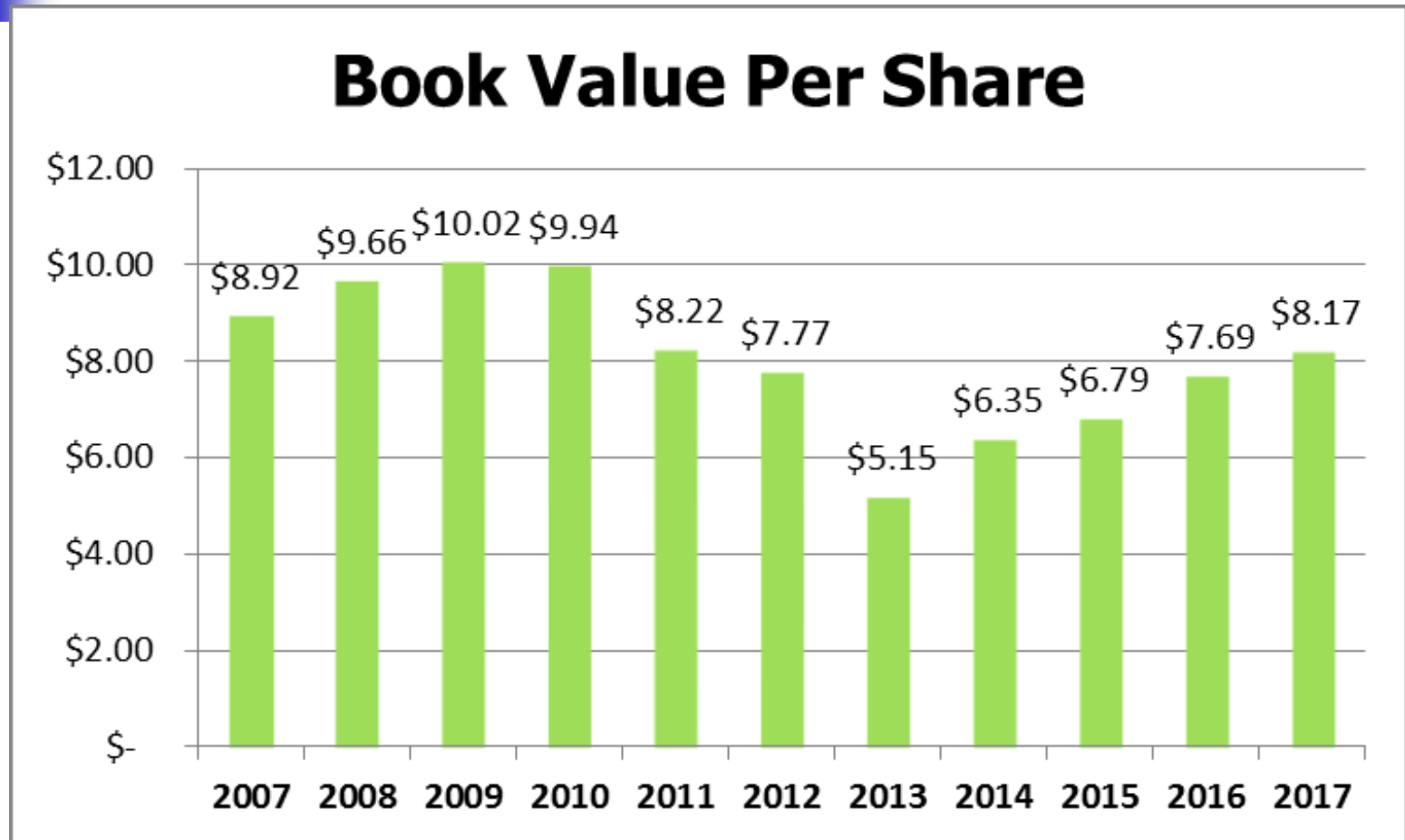
# Book Value per Share

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2017	\$ 8.17	} Increase of \$0.48 or 6.2%
2016	\$ 7.69	
2015	\$ 6.79	
2014:	\$ 6.35	
2013:	\$ 5.15	
2012:	\$ 7.77	
2011:	\$ 8.22	
2010:	\$ 9.94	
2009:	\$10.02	
2008:	\$ 9.66	
2007:	\$ 8.92	



# Book Value Per Share



First Community Corporation  
*and*  
First Community Bank ...



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...are both considered  
“well capitalized” under  
regulatory guidelines.

# First Community Bank Capital Ratios Remain Strong



**2017 Leverage: 11.25%**

**2016 Leverage: 12.10%**

**2017 TN Peers Leverage: 11.08%**

**(The bank performed better than Peers)**



# First Community Bank

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**Total Risk-Based Capital Ratio**

**= 17.21%**

**Minimum to be well-capitalized**

**= 10.00%**

*2016 TRBC = 17.81%*



# **First Community Corporation** **Return on Average Equity**

<b>2017</b>	<b>8.07%</b>
<b>2016</b>	<b>10.21%</b>



# **First Community Corporation**

## **Return on Avg. Assets**

<b>2017</b>	<b>.68%</b>
<b>2016</b>	<b>.80%</b>



# First Community Bank Return On Avg. Equity

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6.45%

vs.

7.64%

State Peer

9.58%

National Peer

*(Source: FDIC – Statistics on Depository Institutions Report -  
Assets \$100MM to \$300MM)*



# First Community Bank Return on Avg. Assets

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**.78% (Bank)**

**VS.**

**0.85% State Peer**

**VS.**

**1.11% National Peer**

*Source: FDIC – Statistics on Depository Institutions Report - Assets \$100MM to \$300MM*

**9 of 151 banks in TN lost money in 2017**

*Source: FDIC Quarterly Banking Profile*





# Bank Peer Comparisons 2017

	FCB	State Peers	National Peers
Net Interest Margin – YTD	3.80%	4.03%	3.77%
Reserve to Loans Ratio	1.63%	1.27%	1.29%
Loans to Deposits Ratio	80%	77.6%	77.6%
Assets per FTE – \$/millions	3.11	3.99	4.26
Core Capital Leverage Ratio	11.25%	11.08%	11.48%
Tier 1 RBC Ratio	15.95%	15.53%	16.52%
Total RBC Ratio	17.21%	16.62%	17.62%

*Source: FDIC – Statistics on Depository Institutions Report - Assets \$100MM to \$300MM*



# First Community Corporation Investment

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- A Shareholder Dividend of \$.25 per Common Share was paid in December 2017 after being suspended in 2010 to preserve capital.
- Average Stock Trade Price in 2017 was \$5.71
- 2017 High \$7.00
- 2017 Low \$4.85
- Last Trade price on 12/18/17 \$6.30

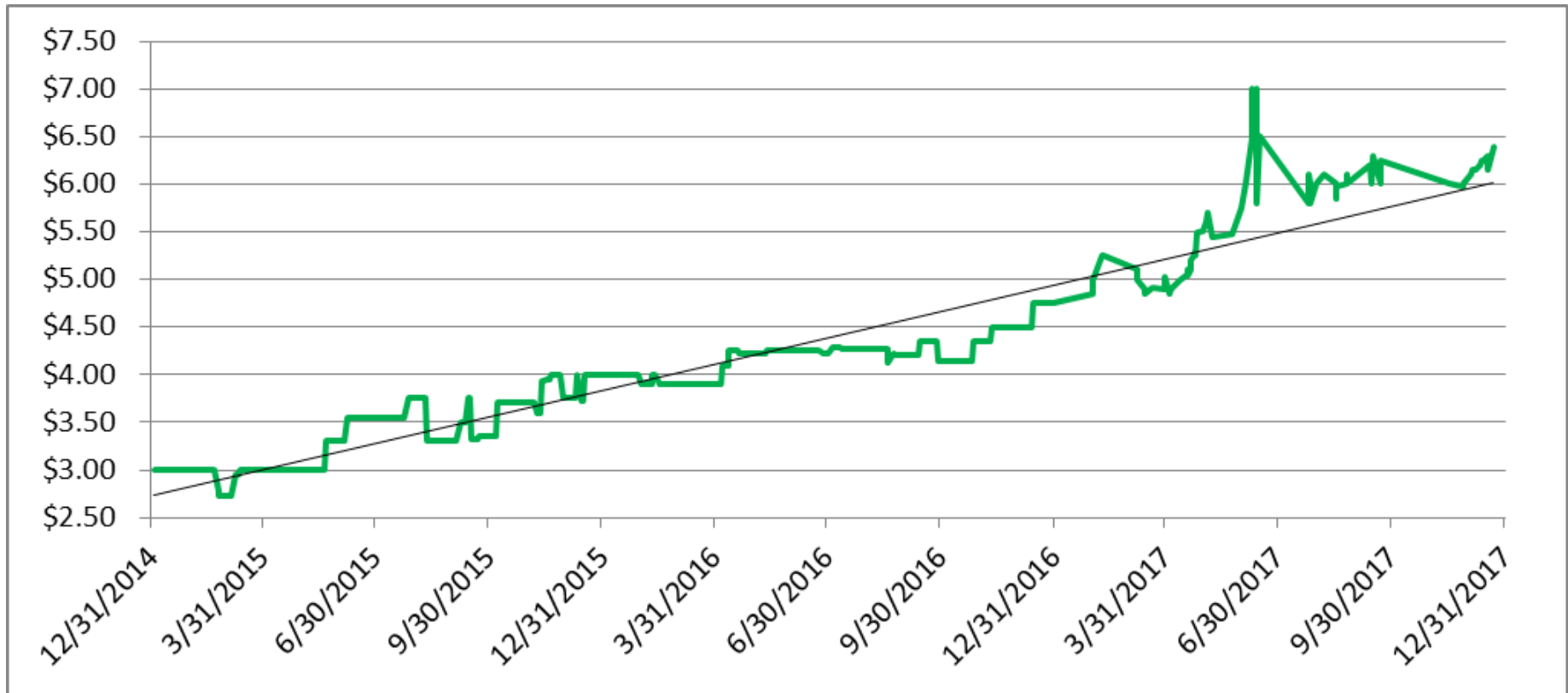


# Trust Preferred Securities Principal Pay Down

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- In March 2018 the Holding Company paid down \$1MM in Principal
- Funding from Dividend from Bank to Holding Company based on improved Bank performance.
- Pay Down reduces Interest Expense on the Trust Preferred Securities.

# FCCT Closing \$/Share (2015-2017)





# FDIC Safety & Soundness Examination Update

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**Last conducted July 2017**

- **No Significant Findings**
- **No Additional Loan Loss Provision Required**