

Selected Quarterly Financial Data

1st Quarter 2016

The following table presents selected consolidated financial data for the Company. This data is derived from the Company's quarterly unaudited financial statements and should be read in conjunction with the Company's audited financial statements and related notes for the year ended December 31, 2015. The Company's 2015 Annual Report is available online at www.edocumentview.com/sebc.

| | Quarterly Results | | | | | Prior Year Results |
|--|-------------------|---------------|---------------|---------------|---------------|--------------------|
| | Mar. 31, 2016 | Dec. 31, 2015 | Sep. 30, 2015 | Jun. 30, 2015 | Mar. 31, 2015 | Dec. 31, 2015 |
| As of and for the quarter ended: | | | | | | |
| <i>(Dollars in thousands except per share data)</i> | | | | | | |
| Summary of Operations: | | | | | | |
| Interest income | \$ 3,426 | \$ 3,227 | \$ 3,133 | \$ 3,045 | \$ 2,972 | \$12,377 |
| Interest expense | 162 | 160 | 162 | 164 | 169 | 655 |
| Net interest income | 3,264 | 3,067 | 2,971 | 2,881 | 2,803 | 11,722 |
| Provision for loan losses | - | - | - | - | - | - |
| Net gain (loss) on investments | 2 | - | 54 | (40) | 33 | 47 |
| Net gain on sales of foreclosed properties | 163 | 223 | 110 | 202 | 58 | 593 |
| Other noninterest income | 707 | 724 | 720 | 705 | 704 | 2,853 |
| Valuation write-downs on foreclosed properties | 83 | 60 | - | 101 | 26 | 187 |
| Other noninterest expense | 2,887 | 2,703 | 2,786 | 2,856 | 2,955 | 11,300 |
| Net income (loss) before tax | 1,166 | 1,251 | 1,069 | 791 | 617 | 3,728 |
| Income tax (benefit) | 355 | 353 | 318 | 228 | 166 | 1,065 |
| Net income | \$ 811 | \$ 898 | \$ 751 | \$ 563 | \$ 451 | \$ 2,663 |
| Per Share Ratios: | | | | | | |
| Basic and diluted earnings | \$ 0.26 | \$ 0.29 | \$ 0.24 | \$ 0.18 | \$ 0.14 | \$ 0.85 |
| Dividends | 0.08 | 0.08 | 0.08 | - | - | 0.16 |
| Book value at end of period | 15.18 | 14.76 | 14.72 | 14.42 | 14.46 | 14.76 |
| Stock trading price: | | | | | | |
| High | 10.69 | 10.60 | 10.24 | 10.40 | 10.00 | 10.60 |
| Low | 10.50 | 9.93 | 9.42 | 9.25 | 8.60 | 8.60 |
| Profitability Ratios: | | | | | | |
| Return on average assets | 0.80% | 0.90% | 0.77% | 0.56% | 0.46% | 0.67% |
| Return on average equity | 6.93% | 7.63% | 6.56% | 4.94% | 4.06% | 5.81% |
| Net interest margin | 3.59% | 3.46% | 3.39% | 3.26% | 3.26% | 3.34% |
| Selected Quarter-End Balances: | | | | | | |
| Total assets | \$415,323 | \$403,341 | \$390,271 | \$398,567 | \$402,217 | |
| Loans, net of unearned income | 190,508 | 181,784 | 175,162 | 168,337 | 169,887 | |
| Allowance for loan losses | 4,127 | 3,992 | 3,930 | 4,421 | 4,446 | |
| Investment securities, at amortized cost | 114,984 | 111,735 | 111,440 | 106,667 | 94,947 | |
| Deposits | 366,951 | 356,204 | 342,970 | 352,389 | 355,812 | |
| Shareholders' equity | 47,519 | 46,176 | 46,062 | 45,139 | 45,250 | |
| Nonperforming assets: | | | | | | |
| Nonperforming loans | \$ 4,019 | \$ 4,632 | \$ 7,711 | \$ 8,552 | \$ 8,800 | |
| Foreclosed and repossessed properties | 8,946 | 9,406 | 9,819 | 10,791 | 11,777 | |
| Total nonperforming assets | \$ 12,965 | \$ 14,038 | \$ 17,530 | \$ 19,343 | \$ 20,577 | |
| Asset Quality Ratios: | | | | | | |
| Annualized net charge-offs (recoveries) per quarter to quarterly average loans | -0.29% | -0.13% | 1.14% | 0.06% | 0.42% | |
| Nonperforming assets to total assets | 3.12% | 3.48% | 4.49% | 4.85% | 5.12% | |
| Allowance for loan losses to net loans | 2.17% | 2.20% | 2.24% | 2.63% | 2.62% | |
| Allowance to nonperforming loans | 102.69% | 86.18% | 50.97% | 51.70% | 50.52% | |
| Liquidity Ratios: | | | | | | |
| Liquid assets to total assets | 18.76% | 19.22% | 16.11% | 20.75% | 23.49% | |
| Loans, net to total deposits | 51.92% | 51.03% | 51.07% | 47.77% | 47.75% | |
| Average loans to average earning assets (quarterly) | 49.83% | 50.35% | 48.37% | 47.14% | 47.77% | |
| Noninterest-bearing deposits to total deposits | 23.06% | 21.08% | 21.81% | 20.81% | 20.35% | |
| Capital Adequacy Ratios (consolidated): | | | | | | |
| Tier 1 risk-based capital ratio | 17.64% | 17.70% | 17.90% | 18.11% | 17.53% | |
| Total risk-based capital ratio | 18.91% | 18.98% | 19.17% | 19.39% | 18.79% | |
| Tier 1 leverage ratio | 10.49% | 10.59% | 10.63% | 10.21% | 10.07% | |

