

**CBM Bancorp, Inc.**  
**Reports Results**  
**For the Quarter Ended March 31, 2022**

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CBM Bancorp, Inc.

Baltimore, M.D., May 16, 2022 - CBM Bancorp, Inc. (the "Company") (OTCPink:CBMB), the holding company for Chesapeake Bank of Maryland, reported a net loss of \$268,000, or \$(0.08) per basic and \$(0.08) per dilutive common share for the three months ended March 31, 2022 as compared to net income of \$122,000, or \$0.04 per basic and \$0.04 per dilutive common share for the three months ended March 31, 2021.

**Balance Sheet**

Total assets decreased by \$1.7 million, or 0.7%, to \$247.7 million at March 31, 2022 from \$249.5 million at December 31, 2021, primarily due to a decrease in interest-bearing deposits in other banks, a decrease in net loans, offset by an increase in investment securities.

Total interest-bearing deposits in other banks decreased \$11.6 million, or 16.5%, to \$58.5 million at March 31, 2022 from \$70.1 million at December 31, 2021. The decrease in interest-bearing deposits in other banks was used to purchase investment securities. Total investment securities increased \$14.7 million, or 77.2%, to \$33.8 million at March 31, 2022 from \$19.1 million at December 31, 2021.

Total net loans decreased \$5.8 million, or 3.9%, to \$142.6 million at March 31, 2022 from \$148.4 million at December 31, 2021. One-to four-family loans decreased \$2.5 million or 4.2%, to \$57.5 million at March 31, 2022 from \$60.0 million at December 31, 2021. Construction and land development loans decreased \$2.1 million, or 15.3%, to \$11.6 million at March 31, 2022 from \$13.7 million at December 31, 2021. Commercial loans decreased \$1.0 million, or 10.0%, to \$9.0 million at March 31, 2022 from \$10.0 million at December 31, 2021.

Total deposits increased slightly to \$194.1 million at March 31, 2022 from \$193.8 million at December 31, 2021.

Total stockholders' equity decreased by \$2.5 million, or 5.1%, to \$47.3 million at March 31, 2022 from \$49.8 million at December 31, 2021 primarily due to a cash dividend of \$1.7 million paid to stockholders in March 2022 and a decrease in the accumulated other comprehensive account of \$937,000 from accumulated other comprehensive income of \$211,000 at December 31, 2021 to accumulated other comprehensive loss of \$726,000 at March 31, 2022.

**Income Statement**

Net loss of \$268,000 was reported for the three months ended March 31, 2022, compared to net income of \$122,000 for the three months ended March 31, 2021. The decrease was the result of a decrease in net interest income of \$92,000, a decrease in non-interest income of \$305,000, an increase in non-interest expenses of \$152,000, offset by a decrease in income tax expense of \$159,000.

Net interest income decreased \$92,000, or 5.6%, to \$1.5 million for the three months ended March 31, 2022, compared to \$1.6 million for the three months ended March 31, 2021. The decrease in net interest income was due to a decrease in interest and fees on loans of \$179,000, or 10.0%, to \$1.6 million for the three months ended March 31, 2022, compared to \$1.8 million for the three months ended March 31, 2021, due primarily to a decrease in the average balances of net loans as of March 31, 2022, compared to the average balances of net loans as of March 31, 2021. The decrease in net interest income from interest and fees on loans was offset by a decrease in interest paid on deposits of \$91,000, or 29.1%, to \$222,000 for the three months ended March 31, 2022, compared to \$313,000 for the three months ended March 31, 2021, primarily due to a decrease in the average rate paid on certificates of deposit.

Non-interest income decreased \$305,000 to \$75,000 for the three months ended March 31, 2022, compared to \$380,000 for the three months ended March 31, 2021, primarily as a result of a decrease in gain on sale of loans, of \$299,000 to \$3,000 for the three months ended March 31, 2022 compared to \$302,000 for the three months ended March 31, 2021. This decrease was due to a reduction in the number of residential loan originators employed during the three months ended March 31, 2022, compared to the three months ended March 31, 2021, as well as a slowdown in the residential refinance market.

Non-interest expense increased \$152,000, or 8.3%, to \$2.0 million for the three months ended March 31, 2022, from \$1.8 million for the three months ended March 31, 2021, primarily as a result of a decrease in salaries, director fees and employee benefits offset by merger related expenses. Salaries, director fees and employee benefits decreased \$115,000, or 9.4%, to \$1.1 million for the three months ended March 31, 2022, from \$1.2 million for the three months ended March 31, 2021, due to a reduction in staffing

in the lending department as well as a decrease in loan commissions paid for sold loans. The Company paid \$312,000 for merger related expenses incurred during the three months ended March 31, 2022, after the signing of a definitive merger agreement with Rosedale Federal Savings and Loan Association on January 28, 2022.

Chesapeake Bank currently serves the Baltimore, Maryland metropolitan area through four banking offices, with two locations in Baltimore County, one location in Anne Arundel County and one location in Harford County.

**This press release contains statements that are forward looking, as that term is defined by the Private Securities Litigation Reform Act of 1995 or the Securities and Exchange Commission in its rules, regulations and releases. The Company intends that such forward-looking statements be subject to the safe harbors created thereby.**

**This press release and future press releases, as well as other information regarding the Company, can be viewed at our Company's website at [www.chesapeakebank.com](http://www.chesapeakebank.com).**

**CBM Bancorp, Inc.**  
**Consolidated Statements of Financial Condition**  
**March 31, 2022 (Unaudited) and December 31, 2021**

	<b>March 31, 2022</b>	<b>December 31, 2021</b>
<b>Assets</b>	<b>(Unaudited)</b>	
Cash and due from banks	\$ 722,976	\$ 720,947
Interest-bearing deposits in other banks	58,526,619	70,078,381
	59,249,595	70,799,328
Cash and cash equivalents		
Time deposits in other banks	4,959,909	4,711,896
Securities available for sale, at fair value	33,782,089	19,062,914
Federal Home Loan Bank stock, at cost	337,200	329,900
Loans, net of unearned fees	144,229,851	150,026,123
Allowance for loan losses	(1,584,828)	(1,584,828)
Net loans	142,645,023	148,441,295
Accrued interest receivable	534,964	525,572
Bank-owned life insurance	2,517,314	2,511,331
Premises and equipment, net	1,590,087	1,631,341
Deferred income taxes	964,117	569,493
Prepaid expenses and other assets	1,141,611	886,094
	247,721,909	249,469,164
<b>Total assets</b>	<b>\$ 247,721,909</b>	<b>\$ 249,469,164</b>
<b>Liabilities and Stockholders' Equity</b>		
<b>Liabilities</b>		
Noninterest-bearing deposits	\$ 36,766,169	\$ 36,799,290
Interest-bearing deposits	157,295,418	157,016,093
Total deposits	194,061,587	193,815,383
Advances by borrowers for taxes and insurance	706,647	383,011
Federal Home Loan Bank advances	5,000,000	5,000,000
Accounts payable and other liabilities	670,900	468,078
	200,439,134	199,666,472
Total liabilities		
Commitments and contingencies		
<b>Stockholders' Equity</b>		
Preferred stock, \$0.01 par value; authorized 1,000,000 shares; none issued	-	-
Common stock, \$0.01 par value; authorized 24,000,000 shares; issued and outstanding 3,521,814 shares at March 31, 2022 and 3,521,814 shares at December 31, 2021	35,218	35,218
Additional paid in capital	33,059,969	32,775,147
Retained earnings	18,347,875	20,271,733
Unearned common stock held by:		
Employee Stock Ownership Plan	(1,974,934)	(2,031,360)
2019 Equity Incentive Plan	(1,459,134)	(1,459,134)
Accumulated other comprehensive (loss) income	(726,219)	211,088
	47,282,775	49,802,692
Total stockholders' equity		
<b>Total liabilities and stockholders' equity</b>	<b>\$ 247,721,909</b>	<b>\$ 249,469,164</b>

**CBM Bancorp, Inc.**  
**Consolidated Statements of Operations (Unaudited)**  
**Three Months Ended March 31, 2022 and 2021**

	For the Three Months Ended March 31,	
	2022	2021
<b>Interest and dividend income</b>		
Interest and fees on loans	\$ 1,606,635	\$ 1,785,688
Interest and dividends on investments	169,211	173,093
Total interest and dividend income	1,775,846	1,958,781
<b>Interest expense</b>		
Interest on deposits	222,053	313,390
Interest on borrowings	11,813	11,813
Total interest expense	233,866	325,203
Net interest income	1,541,980	1,633,578
<b>Provision for loan losses</b>	-	-
Net interest income after provision for loan losses	1,541,980	1,633,578
<b>Non-interest income</b>		
Service fees on deposit accounts	13,476	28,510
Income from bank-owned life insurance	5,983	17,902
Gain on sale of loans held for sale	2,997	302,170
Gain on sale of assets	20,284	-
Other non-interest income	32,167	30,965
Total non-interest income	74,907	379,547
<b>Non-interest expense</b>		
Salaries, director fees and employee benefits	1,103,161	1,217,894
Premises and equipment	126,512	117,417
Data processing	153,268	148,137
Professional fees	82,870	94,481
FDIC premiums and regulatory assessments	30,323	29,490
Marketing	6,396	24,516
Merger related expenses	312,451	-
Other operating expenses	159,812	190,900
Total non-interest expense	1,974,793	1,822,835
(Loss) income before income (benefit) taxes	(357,906)	190,290
<b>Income (benefit) tax expense</b>	(90,377)	68,573
<b>Net (loss) income</b>	\$ (267,529)	\$ 121,717
<b>(Loss) earnings per common share</b>		
Basic	\$ (0.08)	\$ 0.04
Diluted	\$ (0.08)	\$ 0.04