NEWS RELEASE

Embassy Bancorp, Inc. Announces Results of Operations for June 30, 2023

2023-08-18

Embassy Bancorp, Inc's. (OTCQX: EMYB; the "Company") Form 10-Q was filed on August 11, 2023 and can be found at https://investors.embassybank.com/sec-filings/documents/default.aspx.

Highlights of the filing include:

- Loans receivable increased to $1.243 billion at June 30, 2023, an increase of $34.7 million, or 5.7% on an annualized basis, from $1.208 billion at December 31, 2022.
- Cash and cash equivalents on hand of $74.7 million at June 30, 2023, or 4.4% of total assets.
- Deposits of $1.505 billion at June 30, 2023, with non-interest bearing deposits of $342.8 million. The Company does not have any brokered deposits. The estimated amount of uninsured assessable deposits, including related interest accrued and unpaid, at June 30, 2023 was $493.9 million.
- Cost of funds of 1.16% for the quarter ended June 30, 2023, compared to a Pennsylvania peer group (stock banks located in Pennsylvania with assets between $100 million and $5 billion) cost of funds of 1.50%.
- Nonperforming assets to total assets of only 0.02% as of June 30, 2023.
- Annual 2023 dividend declared of $0.40 per share during the quarter, an increase of 14.3% over the 2022 annual dividend.
- Net income of $6.8 million, or $0.90 per diluted share, for the six months ended June 30, 2023.

About Embassy Bancorp, Inc

With over $1.6 billion in assets, Embassy Bancorp, Inc. is the parent company of Embassy Bank for the Lehigh Valley (the "Bank"), a full-service community bank operating ten branch offices in the Lehigh Valley area of Pennsylvania. The Bank is the largest Lehigh Valley headquartered community bank. For more information, visit www.embassybank.com.

Safe Harbor for Forward-Looking Statements

This document may contain forward-looking statements as defined in the Private Securities Litigation Reform Act of 1995. Actual results and trends could differ materially from those set forth in such statements due to various risks, uncertainties and other factors. Such risks, uncertainties and other factorsthat could cause actual results and experience to differ from those projected include, but are not limited to, the following: ineffectiveness of the company's business strategy due to changes in current or future market conditions; the effects of competition, and of changes in laws and regulations, including industry consolidation and development of competing financial products and services; interest rate movements; changes in credit quality; difficulties in integrating distinct business operations, including information technology difficulties; volatilities in the securities markets; and deteriorating economic conditions, and other risks and uncertainties, including those detailed in Embassy Bancorp, Inc.'s filings with the Securities and Exchange Commission (SEC). The statements are valid only as of the date hereof and Embassy Bancorp, Inc. disclaims any obligation to update this information.