

Security Federal Bancorp, Inc. and Subsidiary

Selected Financial Data

(Amounts in thousands)

(Unaudited)

Financial Condition Data

	<u>2006</u>	<u>2005</u>
At June 30,		
Mortgage loans receivable, net.	\$ 43,744	\$ 48,307
Other loans.	11,358	16,272
Cash and investment securities.	11,510	10,288
Total assets.	69,142	77,338
Deposits.	55,109	59,884
Other borrowings.	1,640	4,771
Total equity.	11,434	11,059

Summary of Operations

	<i>Six months ended</i>	
	<u>June 30</u>	
	2006	2005
Interest income.	\$ 2,375	\$ 2,292
Interest expense.	(897)	(789)
Net interest income before provision for loan losses. . . .	1,478	1,503
Provision for loan losses.	(25)	(57)
Other income.	196	509
Non-interest expense.	(1,320)	(1,330)
Income tax expense.	(102)	(241)
Net income.	227	384
Return on average assets*	0.66%	1.00%
Return on average equity*	3.99%	7.03%
Earnings per share*	\$0.65	\$1.13

*Annualized