

Security Federal Bancorp, Inc. and Subsidiary

Selected Financial Data

(Amounts in thousands)

(Unaudited)

Financial Condition Data

	<u>2006</u>	<u>2005</u>
At September 30,		
Mortgage loans receivable, net.	\$ 44,099	\$ 47,921
Other loans.	10,546	12,954
Cash and investment securities.	13,774	10,360
Total assets.	70,704	73,628
Deposits.	56,443	57,635
Other borrowings.	1,230	3,311
Total equity.	11,381	11,066

Summary of Operations

	<i>Nine months ended</i>	
	<u>September 30,</u>	
	<u>2006</u>	<u>2005</u>
Interest income.	\$ 3,656	\$ 3,494
Interest expense.	(1,421)	(1,201)
Net interest income before provision for loan losses.	2,235	2,293
Provision for loan losses.	(43)	(58)
Other income.	308	639
Non-interest expense.	(1,961)	(1,964)
Income tax expense.	(157)	(349)
Net income.	382	561
Return on average assets*	0.73%	0.99%
Return on average equity*	4.47%	6.76%
Earnings per share*	\$0.73	\$1.10

*Annualized