

Savings Bank of Walpole

Community Reinvestment Act

Public File



Section 1

COMMENTS

Public Comments

To my knowledge, Savings Bank of Walpole has not received any CRA comments for the years 2022, 2023 and YTD 2024.

Danielle Ruffo

Danielle Ruffo
VP, Community Engagement & Marketing & CRA Officer



Dartmouth
Health

Cheshire Health Foundation

August 8, 2023

Savings Bank of Walpole
ATTN: Danielle Ruffo
PO Box 744
Keene, NH 03431

Thank You!

Dear Dani,

Thank you for your recent gift of **\$10,800.00** in support of Cheshire Medical Center's FY2024 Events as follows:

\$250.00 to our Sports Medicine Fund
\$2,000.00 to our Golf Fund as a Silver Sponsor
\$2,500.00 to our Tribute Fund as a Platinum Sponsor
\$1,000.00 to our Patient Relief and Cancer Fund
\$3,550.00 to our Annual Appeal
\$1,500.00 to our Event Sponsorship Fund

Every patient here at Cheshire Medical Center has a story. Some stories are happy, like bringing a newborn into the world. But many are tales of stress and anxiety as health concerns are faced. Through your generosity, you play an important role in those stories and in our patients' lives. You are helping Cheshire maintain its standards of excellence while providing compassionate care to every patient.

Your thoughtful gift is not only an affirmation of the work we do, but also speaks to the generosity and kindness that distinguishes our community. Thank YOU for making the care and well-being of others a priority.

With deep gratitude,

A handwritten signature in blue ink that reads "Jim".

Jim Boden
Director of Annual Giving, Philanthropy and Community Relations

*No goods or services were provided in exchange for this gift of \$10,800.00
made with check # 72373 on 8/3/2023.*

Cheshire Health Foundation is a nonprofit 501(c)3 organization supporting Cheshire Medical Center.
Cheshire Health Foundation
580 Court Street
Keene, NH 03431
Federal Tax ID#: 02-0202220
Tel (603) 354-6800
CheshireHealthFoundation.org

The Community Kitchen, Inc.



October 18, 2023

Savings Bank of Walpole
PO Box 517
Walpole, NH, 03608

On behalf of The Community Kitchen, we would like to thank you for your generous donation(s) of:

Check Date	Amount
10/5/2023	\$2,000.00

Your tax-deductible donation helps support your neighbors' basic human needs through access to food; by doing so, you support so many other things like the healthy development of our children, the strength of our workforce, and the overall health of our population in the region.

We have transitioned back to sit-down meals through our Hot Meals Program Monday through Friday and lunch on Sundays, serving approximately 120 people at each meal. Our Pantry Program distributes food boxes prepared by our Pantry Staff. Boxes include fresh produce, non-perishable items, meat, bread, and dessert to around 300 families. On Wednesdays, we offer drive-through service where pantry staff load boxes directly into cars. We also continue to pilot mobile food pantry events in response to our regional food access plan. **To learn more about the many ways we improve access to food in the region, visit our website or schedule a tour today!**

Thank you! ***We hope you feel proud of your investment in the health and resilience of our community!*** No goods or services were provided in exchange for this donation.

Sincerely,

Sarah Harpster
Executive Director

December 5, 2023

Board of Directors

*Virginia Jordan
Chairperson*

*Eric Horne
Treasurer*

*Julie Green
Secretary*

Paul Berch

Mary Ann Davis

Ann Heffernon

Jessica Johansson

Donald Mazanowski, M.D.

Maura McQueeney, CEO

William Pearson

David Stinson

Julie Tewksbury

Andrew Tremblay, M.D.

Danielle Ruffo
Savings Bank of Walpole
84 Marlboro St
Keene, NH 03431-4152

Dear Danielle,

All of us at Home Healthcare, Hospice, and Community Services wish to thank you for your generous gift of \$1,000.00.

Your kindness will be felt by people of all ages—from infant to elder—as they receive compassionate care *how and when they need it most*.

Your thoughtfulness reminds us that we are supported by a community that has faith in our work to assure that our neighbors stay in the comfort of their own home while receiving expert nursing, social work, physical and occupational therapies, personal care, and errands to save energy needed for healing. We will remember your gift as we go about that important work this year and we send a heartfelt THANK YOU for buoying our spirits and our resources!

Sincerely yours,



Maura McQueeney
President & CEO

Your donation is tax deductible within the guidelines of the IRS Regulations.

Hi Danielle + our friends at SBW:

My name is Mike DuBois and I am the Treasurer for Hundred Nights.

I am writing to thank you and all at Savings Bank of Walpole for stepping up as a Presenting Sponsor for our Amazing Race fundraiser.

Last year we sheltered 259 unique individuals, including 15 families with 27 children + served another 296 unique individuals visiting our Resource Center.

We couldn't do this important work without your generosity and we're grateful to have your support.

Best,

Mike DuBois
Treasurer

P.S. The new facility will open soon! We'll send information about the ribbon cutting and our Open House.

MISSION STATEMENT

The mission of Hundred Nights, Inc. is to provide shelter and crisis related services to those at risk of or experiencing homelessness. Our goal is to collaborate with and educate the community to see, hear and support those among us who are equally deserving of dignity but who currently lack the means to live independently. Our vision is a community whose members, regardless of means, are equally valued and supported.



P.O. Box 833
17 Lamson Street
Keene, NH 03431

(603) 352-5197
hundrednights@hundrednights.org
www.hundrednights.org

Original Artwork by *Maryann Damato*

#45-2798171
501(c) (3)



*Reaching for
the
Warmth of Home*



May 11, 2023

Savings Bank of Walpole
Danielle Ruffo, Community Engagement Officer
PO Box 517
Walpole, NH 03608-0517

Dear Danielle,

Thank you so much for your sponsorship grant of \$6,000 on 05/08/2023, to benefit the John A. Hubbard Memorial Kurn Hattin Homes Golf Classic, and the FY24 Adopt a Cottage Program.

Your Platinum–Hubbard’s Angels Sponsorship includes:

A free foursome, Banner at registration, Signage at all holes, including driving range, Recognition on ads, media, dinner table tent card, website logo with direct link to website, and Products on display. We’ll be mailing registration forms in early summer so that you can sign up your foursome. I’ll be in touch closer to the date to inquire about your products on display.

Your long-time sponsorship on the Adopt a Cottage sponsorship brings such joy to the children. Thank you so much for your years of enthusiastic participation. It really does make all the difference in the children’s lives.

I look forward to seeing SBW on September 18, 2023 at the Keene Country Club!

Sincerely,

Kim Fine
Director of Annual Fund & Special Projects

KF/hml

Golf Classic 2023 Platinum Sponsor/Adopt A Cottage Sponsor

Please retain this letter as your receipt.

New England Kurn Hattin Homes is a 501(c)3 charitable organization. EIN: 03-0179306

Kurn Hattin X did did not provide goods or services in consideration for this contribution

Charitable value of contribution is \$5,660

Kurn Hattin Homes transforms the lives of children and their families forever.

Danielle,

Underhald of all our volunteers +
clients, thank you for conducting
the Savings Bank of Walden very
generous \$1000.00 matching power
donation for the 1st Giving day!

Waise happy to report that we
received \$8005.00!!

Have a wonderful summer,

Diane Boylan

Co-Chair

Board of Directors

 *Linda's Closet*

Clothing resource for women

8/2023

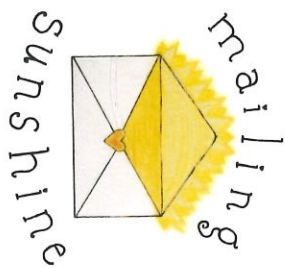
Dear Dan -

Thank you for taking time to meet with me to discuss the Thrasing Collaborative event.

I so appreciate your genuine interest in your cards. Thank you for agreeing to make a donation to help this event become a reality.

Missings ~

Cathy

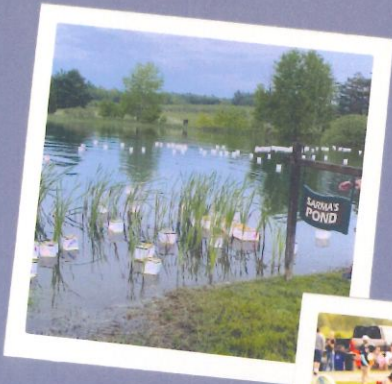


Make it Write.

© www.mailingsunshine.com

Instagram @mailing_sunshine





Mps Floating Lantern Festival

Thank you!



Your support
helped us
shed light on
mental health!

 **Monadnock
PEER SUPPORT**
www.MonadnockPSA.org

Thank you for helping to make our
1st MPS Lanterns Festival such an
amazing experience. We appreciate you
and look forward to seeing you
next year!

- Monadnock Peer
Support Team



May 10, 2023

Thank You For Your
CONTINUED SUPPORT!

Danielle Ruffo
Savings Bank of Walpole
84 Marlboro St.
Keene, NH 03431

Dear Danielle,

Thank you for Savings Bank of Walpole's \$2,500 lead sponsorship of Rise for baby and family's upcoming Tastes of the Season event, which we received on May 1, 2023.

We have set aside eight tickets for the event for the bank and hope a group will be able to join us on June 28th.

We're very grateful for your support. Our "Taste" event is our biggest fundraiser of the year. It helps us offer comprehensive services to families with a baby or toddler with confirmed or suspected developmental disabilities or delays.

Helping families in our region facing these challenges get the services they need as quickly as possible has been Rise's mission for 40 years. Early response dramatically increases a child's chances of achieving developmental milestones as he or she grows.

Again, thank you for your support.

Sincerely,

A handwritten signature in blue ink, appearing to read "Alicia Deaver", written over a horizontal line.

Alicia Deaver, MS, CCLS
Executive Director

Rise is a 501(c)(3) tax-exempt organization; our federal tax identification number is 02-0270147.

October 1, 2023

Dear Friends,

SEVCA believes that poverty is not an inherent condition of anyone's life. With support, adequate resources, and opportunities, everyone can reach their full potential. Guided by these values, SEVCA has served low-income people in our region for more than 50 years. During that time, the problems facing our communities have been diverse, complex, and constantly changing. However, I write to ask for your support at the end of a particularly turbulent year for SEVCA.

Like many Vermont organizations that work to alleviate the effects of poverty, between 2019 and today SEVCA saw a 38% rise in the number of households reaching out to us for assistance. In just the past year, we saw a 152% increase in requests for electrical utilities assistance. More than ever, we are working with individuals and families who come to us with multiple complex challenges including overcoming the effects of addiction, little access to mental health care, and unstable housing or employment.

Then came July and the floods. So many homes, farms, and businesses (including SEVCA's Chester Community Preschool) in Windsor and Windham counties were impacted. As a response to the floods, SEVCA was able to start the VT Emergency Eats program which pays local restaurants, farmers and food producers to prepare and distribute meals to food-insecure residents impacted by the floods. This kept the participating businesses operating and their employees earning income to support themselves and their families. The program has provided meals to flood affected Vermonters since July.

In addition, our Emergency Home Repair program has been able to assist 10 flood-affected elderly and low-income homeowners with basic cleanup and repairs.

Our ability to respond to crisis in the moment while continuing to effectively serve the people who need our ongoing care and support is possible when SEVCA has access to flexible funding from private contributions. We determine how to use these funds based on our assessment of the needs, without the restrictions that come with most state and federal programs.

Your donation of flexible funds today will allow us to continue to be a trusted resource for neighbors who need a helping hand now, and the access to the tools and resources they need to better their lives in the future.

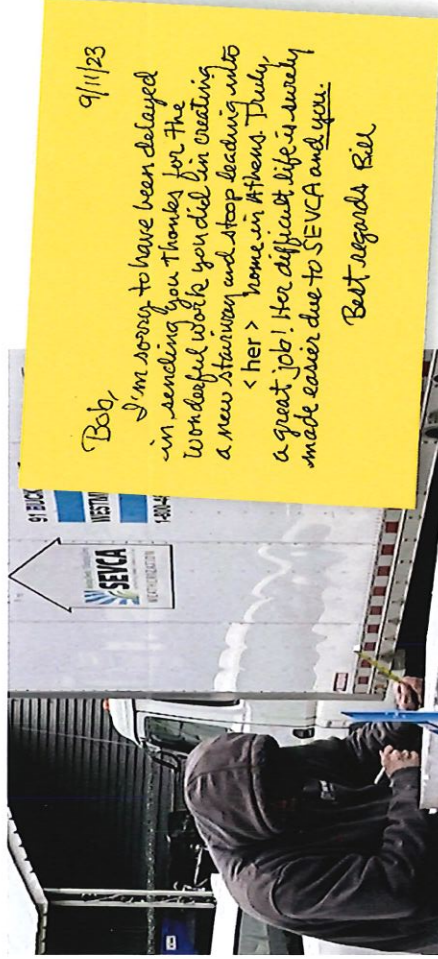
Thank you for joining us in this work!

Tom Dougherty
 Tom Dougherty
 President, SEVCA Board of Directors

P.S. Please consider becoming a monthly donor—consistent funding helps SEVCA to be ready to respond to emerging needs—more information is at www.sevca.org/please-donate-to-sevca



A client in West Dover had not had hot water for 5 weeks. Her propane water heater been "red tagged" by her propane company for safety reasons. It is challenging to find contractors who have time to work on propane systems. It took SEVCA two weeks to line one up to assist her. The day after the heater replacement was installed she called SEVCA. She was so thankful. She said "It felt amazing to finally take a shower and run her water!"



9/11/23
 Bob,
 I'm sorry to have been delayed in sending you. Thanks for the wonderful work you did in creating a new stairway and steep leading up to < her > home in Athens. Truly a great job! Her difficult life is surely made easier due to SEVCA and you.
 Best regards Bill

Family Services Key Data Points (12 month period to Sep 15th)

	2019/2020	2020/2021	2021/2022	2022/2023
Households (unduplicated)	1113	993	1434	1541
People (unduplicated)	2264	1820	2640	2871
Services	4919	4353	4971	5917
Dollars Spent	\$366,491	\$311,531	\$563,832	\$674,013

The Community Kitchen, Inc.



July, 2023

Savings Bank of Walpole
PO Box 517
Walpole NH 03608

Dear Friends:



The 31st Annual Fenton Family Golf Tournament was once again a very successful day of golf, camaraderie and generosity to The Community Kitchen.

An average of 264 families receive food to take home and prepare on a weekly basis through our Pantry program. Through our Hot Meals Program, an average of 120 individuals receive a prepared meal Monday through Friday and on Sunday. Your donation of \$250.00 is greatly appreciated.

This year's tournament raised \$59,986! This will provide 17,139 meals to those in the Monadnock Region!

The Community Kitchen receives no State or Federal Funding and fundraising is a major source of income for us. The Fenton Family Golf Tournament is our biggest fundraiser of the year.

Thank you again for your generosity and support of The Community Kitchen which allows us to continue to help those in our community.

THANKS STEVE!

Sincerely,

Bill

Bill Fenton
Fenton Family Dealerships

Sarah Harpster

Sarah Harpster
The Community Kitchen

37 Mechanic Street • P.O. Box 1315
Keene, NH 03431 • (603) 352-3200 • Fax (603) 355-0179
www.thecommunitykitchen.org
Tax ID# 22.2473346

Section 2

PUBLIC SECTION OF CRA
PERFORMANCE EVALUATION

PUBLIC DISCLOSURE

September 5, 2022

COMMUNITY REINVESTMENT ACT PERFORMANCE EVALUATION

Savings Bank of Walpole
Certificate Number: 18030

68 Ames Plaza Lane
Walpole, New Hampshire 03608

Federal Deposit Insurance Corporation
Division of Depositor and Consumer Protection
New York Regional Office

350 Fifth Avenue, Suite 1200
New York, New York 10118

This document is an evaluation of this institution's record of meeting the credit needs of its entire community, including low- and moderate-income neighborhoods, consistent with safe and sound operation of the institution. This evaluation is not, nor should it be construed as, an assessment of the financial condition of this institution. The rating assigned to this institution does not represent an analysis, conclusion, or opinion of the federal financial supervisory agency concerning the safety and soundness of this financial institution.

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INSTITUTION RATING

INSTITUTION'S CRA RATING: This institution is rated **Satisfactory**.

An institution in this group has a satisfactory record of helping to meet the credit needs of its assessment area, including low- and moderate-income neighborhoods, in a manner consistent with its resources and capabilities.

The Lending Test is rated Satisfactory.

- The loan-to-deposit (LTD) ratio is reasonable given the institution's size, financial condition, and assessment area credit needs.
- The bank made a majority of its home mortgage and small business loans in the assessment area.
- The geographic distribution of loans reflects poor dispersion throughout the assessment area.
- The distribution of borrowers reflects reasonable penetration among individuals of different income levels and businesses of different sizes.
- The institution did not receive any CRA-related complaints since the previous evaluation; therefore, this factor did not affect the Lending Test rating.

The Community Development Test is rated Satisfactory.

- The institution demonstrated adequate responsiveness to the community development needs of its assessment area through community development loans, qualified investments, and community development services, as appropriate. Examiners considered the institution's capacity and the need and availability of such opportunities for community development in the assessment area.

DESCRIPTION OF INSTITUTION

Savings Bank of Walpole (SBW) is a New Hampshire chartered financial institution headquartered in Walpole, New Hampshire. SBW is a subsidiary of New Hampshire Mutual Bancorp (NHMB), a three-bank holding company headquartered in Concord, New Hampshire. NHMB also owns Meredith Village Savings Bank and the Merrimack County Savings Bank. NHMB is a shared services organization providing operational support to all three banks, which operate in alliance under the single holding company. SBW received a Satisfactory rating at its previous FDIC Performance Evaluation dated August 10, 2020, based on Interagency Intermediate Small Institution Examination Procedures.

SBW operates six full-service branches in its assessment area in southwestern New Hampshire in Keene (3), Walpole (2), and Winchester (1). The Winchester office is located in a moderate-income area and is new since the previous evaluation. The other five branch offices are located in middle- (4) and upper-income areas (1). SBW offers loan products including home mortgage, commercial, and consumer loans, primarily focusing on home mortgage lending. The institution provides a variety of deposit services for consumers and businesses, including checking, savings, health savings accounts, individual retirement accounts, and certificates of deposit. The bank's affiliate, NH Trust Financial Advisors, offers investment advisory and trust services. Alternative banking services include internet and mobile banking, electronic bill pay, and seven bank-owned automated teller machines (ATMs).

Assets totaled approximately \$688 million as of June 30, 2022, and included total loans of \$512 million. Deposits totaled \$641 million. The following table illustrates the loan portfolio.

Loan Portfolio Distribution as of 6/30/2022		
Loan Category	\$(000s)	%
Construction, Land Development, and Other Land Loans	14,972	2.9
Secured by Farmland	554	0.1
Secured by 1-4 Family Residential Properties	267,863	52.3
Secured by Multifamily (5 or more) Residential Properties	19,537	3.8
Secured by Nonfarm Nonresidential Properties	96,461	18.8
Total Real Estate Loans	399,387	78.0
Commercial and Industrial Loans	28,037	5.5
Agricultural Production and Other Loans to Farmers	-	0.0
Consumer Loans	84,156	16.4
Obligations of State and Political Subdivisions in the U.S.	396	0.1
Other Loans	-	0.0
Lease Financing Receivable (net of unearned income)	-	0.0
Less: Unearned Income	-	0.0
Total Loans	511,976	100.0
<i>Source: Reports of Condition and Income</i>		

Examiners did not identify any financial, legal, or other impediments that affect the bank's ability to meet assessment area credit needs.

DESCRIPTION OF ASSESSMENT AREA

The CRA requires each financial institution to define one or more assessment area(s) within which examiners will evaluate its CRA performance. SBW designated a single assessment area in New Hampshire that includes a small area across the border into Vermont. The assessment area remains unchanged since the previous evaluation. The following sections discuss economic and demographic information for the assessment area.

Economic and Demographic Data

SBW designated an assessment area that contains 21 census tracts. This includes all 16 census tracts in Cheshire County, New Hampshire; 2 census tracts in Sullivan County, New Hampshire; and 3 census tracts in Windham County, Vermont. These tracts reflect the following income designations according to the 2015 U.S. American Community Survey (ACS) Census:

- 4 moderate-income tracts,
- 15 middle-income tracts, and
- 2 upper-income tracts.

Two of the four moderate-income census tracts are in the southwestern corner of Cheshire County, New Hampshire; one is in Sullivan County, New Hampshire; and one is in Windham County, Vermont. The following table illustrates select demographic characteristics of the assessment area.

Demographic Information of the Assessment Area						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts)	21	0.0	19.0	71.4	9.5	0.0
Population by Geography	93,103	0.0	16.5	73.0	10.4	0.0
Housing Units by Geography	42,941	0.0	17.2	73.4	9.4	0.0
Owner-Occupied Units by Geography	26,971	0.0	18.7	71.4	9.9	0.0
Occupied Rental Units by Geography	10,483	0.0	13.9	77.8	8.3	0.0
Vacant Units by Geography	5,487	0.0	16.1	75.0	8.9	0.0
Businesses by Geography	8,458	0.0	11.9	77.0	11.1	0.0
Farms by Geography	404	0.0	11.9	80.0	8.2	0.0
Family Distribution by Income Level	23,730	20.9	18.5	22.8	37.8	0.0
Household Distribution by Income Level	37,454	25.0	16.5	19.2	39.3	0.0
Median Family Income Non-MSAs – New Hampshire		\$71,699	Median Housing Value			\$186,417
Median Family Income Non-MSAs - Vermont		\$64,849	Median Gross Rent			\$915
			Families Below Poverty Level			6.7%
<i>Source: 2015 ACS and 2021 D&B Data</i> <i>Due to rounding, totals may not equal 100.0%</i> <i>(*) The NA category consists of geographies that have not been assigned an income classification.</i>						

According to 2021 D&B data, there were 8,458 businesses in the assessment area. The analysis of small business loans under the Borrower Profile criterion compares the distribution of businesses by GAR level. Gross annual revenues (GARs) for these businesses are below.

- 86.7 percent have GARs of \$1 million or less,
- 4.4 percent have GARs of more than \$1 million, and
- 8.9 percent have unknown revenues.

Service industries represent the largest portion of businesses at 34.9 percent, followed by non-classifiable establishments (18.1 percent), retail trade (11.9 percent), and construction (9.4 percent). In addition, 64.4 percent of area businesses have four or fewer employees, and 90.9 percent operate from a single location.

Examiners used the 2020 and 2021 FFIEC-updated median family income levels to analyze home mortgage loans under the Borrower Profile criterion. The following table presents the low-, moderate-, middle-, and upper-income categories.

Median Family Income Ranges				
Median Family Incomes	Low <50%	Moderate 50% to <80%	Middle 80% to <120%	Upper ≥120%
New Hampshire NA Median Family Income (99999)				
2020 (\$85,300)	<\$42,650	\$42,650 to <\$68,240	\$68,240 to <\$102,360	≥\$102,360
2021 (\$85,300)	<\$42,650	\$42,650 to <\$68,240	\$68,240 to <\$102,360	≥\$102,360
Vermont NA Median Family Income (99999)				
2020 (\$74,600)	<\$37,300	\$37,300 to <\$59,680	\$59,680 to <\$89,520	≥\$89,520
2021 (\$78,800)	<\$39,400	\$39,400 to <\$63,040	\$63,040 to <\$94,560	≥\$94,560
<i>Source: FFIEC</i>				

The Geographic Distribution criterion compares home mortgage loans to the distribution of owner-occupied housing units. Opportunities for home mortgage lending in the assessment area are slightly restricted, as only 62.8 percent of the 42,941 housing units are owner-occupied. The remaining units are occupied rental (24.4 percent) and vacant units (12.8 percent). Housing costs are relatively affordable. A median housing value of \$186,417 is below the United States average of \$428,700.

According to the Bureau of Labor Statistics, the average unemployment rate in 2021 was 3.9 percent in Cheshire County, New Hampshire; 3.3 percent in Sullivan County, New Hampshire; and 4.4 percent in Windham County, Vermont. These levels are comparable to the average statewide unemployment rates of 3.5 percent in both states, and lower than the national rate of 5.4 percent. The unemployment rates in all three counties trended downward over the evaluation period as the COVID-19 pandemic waned. Major employers in the assessment area include Cheshire Medical Center and C&S Wholesale Grocers in Keene, New Hampshire, and EMD Group Manufacturing in Jaffrey, New Hampshire.

Competition

The bank operates in a moderately competitive market for financial services. According to FDIC Deposit Market Share data as of June 30, 2021, 14 financial institutions operated 47 offices in the assessment area. Of these, SBW ranked third with an 11.9 percent market share. The two top banks, TD Bank and Peoples United Bank, are much larger banks with a national presence, capturing market shares of 25.5 percent and 19.2 percent, respectively. Collectively, these three banks hold 56.3 percent of the market share.

SBW is not required to collect or report its home mortgage or its small business loan data. Nonetheless, the bank collected the data, but did not report it. Therefore, the home mortgage and small business loan analyses under the Lending Test do not include comparisons against aggregate data. This evaluation; however, references the aggregate data, as it indicates the level of demand for home mortgage and small business loans. According to this same data, there is a high level of competition for home mortgage loans among banks, credit unions, and non-depository mortgage lenders in the bank's assessment area. In 2020, 207 lenders reported 2,915 residential mortgage loans originated or purchased in the assessment area. The top three lenders, Quicken Loans, CMG Mortgage, and Mascoma Bank, accounted for 27.6 percent of total market share. Aggregate small business data for 2020 shows that 83 institutions reported 3,627 small business loans in the assessment area, indicating a moderate degree of competition for this product.

Community Contacts

As part of the evaluation process, examiners contact third parties active in the assessment area to assist in identifying the credit and community development needs and determine whether local financial institutions are responsive to those needs. Examiners contacted a representative of a community service organization in the assessment area. The organization offers fuel and food assistance, transportation, early childhood education, emergency housing, and other services to low- and moderate-income households in the assessment area. Program funding is provided by a combination of federal and local sources, including individuals, businesses, and financial institutions.

The community contact stressed the need for ongoing funding to support the hiring of qualified staff, such as nutritionists to administer the WIC supplemental nutrition program; provide funding for emergency rental assistance and the organization's seven homeless shelters; and help fund car repairs for organization clients to enable them to obtain and retain jobs in this rural area that lacks public transportation.

Credit and Community Development Needs and Opportunities

Considering information from community contacts, bank management, and demographic and economic data, examiners determined that home mortgage and small business lending are the primary credit needs of the assessment area. Primary community development needs of the assessment area are funding for essential community services and affordable housing. SBW helps address these needs through charitable donations and investments, and through employee volunteer services.

SCOPE OF EVALUATION

General Information

This evaluation covers the period from the prior evaluation dated August 10, 2020, to the current evaluation dated September 5, 2022. Examiners used the Interagency Intermediate Small Institution Examination Procedures to evaluate SBW's CRA performance. These procedures include two tests: the CRA Small Bank Lending Test and the Community Development Test (see Appendices for descriptions). Banks must achieve at least a Satisfactory rating under each test to obtain an overall Satisfactory rating.

Activities Reviewed

Examiners reviewed SBW's home mortgage and small business loans to assess its Lending Test performance, as these loan types represent the bank's major product lines based on its business strategy and the number and dollar volume of loans originated during the evaluation period. The bank does not originate small farm loans. Therefore, this evaluation does not present this loan type, as it provides no material support for conclusions or ratings.

Examiners reviewed SBW's home mortgage and small business lending for 2020 and 2021 using data maintained by the bank. In 2020, SBW originated 351 home mortgage loans totaling \$58 million, and 586 small business loans totaling \$55.2 million. In 2021, SBW originated 475 home mortgage loans totaling \$89.8 million, and 366 small business loans totaling \$41.4 million. Examiners compared the bank's home mortgage lending performance to ACS demographic data, and its small business lending performance to D&B data.

For the Lending Test, the bank's record of originating home mortgage and small business loans received equal weight in the overall conclusions. In addition, examiners reviewed the number and dollar volume of home mortgage and small business loans. Although the evaluation presents the number and dollar volume of loans, examiners emphasized performance by number of loans, as it is a better indicator of the number of individuals and businesses served.

For the Community Development test, examiners considered the extent of the bank's community development loans, qualified investments, and community development services since the prior CRA evaluation dated August 10, 2020.

CONCLUSIONS ON PERFORMANCE CRITERIA

LENDING TEST

SBW demonstrated reasonable performance under the Lending Test. The bank's performance under the Assessment Area Concentration and Borrower Profile criteria primarily supports this conclusion.

Loan-to-Deposit Ratio

The LTD ratio is reasonable given the institution’s size, financial condition, and assessment area credit needs. The bank’s LTD ratio, calculated from Call Report data, averaged 76.3 percent over the past eight calendar quarters from September 30, 2020, to June 30, 2022. The ratio ranged from a low of 73.1 percent as of September 30, 2020, to a high of 79.2 percent as of June 30, 2022. The ratio trended higher during the evaluation period, with the average net LTD ratio increasing by 4.3 percentage points since the previous evaluation. SBW maintained an average net LTD ratio similar to comparable institutions, as shown in the following table. Examiners selected the comparable institutions based on their asset size, geographic location, and lending focus.

Loan-to-Deposit (LTD) Ratio Comparison		
Bank	Total Assets as of 6/30/2022 (\$000s)	Average Net LTD Ratio (%)
Savings Bank of Walpole	687,772	76.3
Claremont Savings Bank	488,764	89.3
Sugar River Bank	377,551	72.6
Woodsville Guaranty Savings Bank	627,001	81.2

Source: Reports of Condition and Income 9/30/2020 – 6/30/2022

Assessment Area Concentration

The bank made a majority of its home mortgage and small business loans, by number and dollar volume, within its assessment area. See the following table.

Lending Inside and Outside of the Assessment Area										
Loan Category	Number of Loans				Total #	Dollar Amount of Loans \$(000s)				Total \$(000s)
	Inside		Outside			Inside		Outside		
	#	%	#	%		\$	%	\$	%	
Home Mortgage										
2020	320	91.2	31	8.8	351	50,839	87.6	7,167	12.4	58,006
2021	416	87.6	59	12.4	475	72,110	80.3	17,659	19.7	89,769
Subtotal	736	89.1	90	10.9	826	122,949	83.2	24,826	16.8	147,775
Small Business										
2020	511	87.2	75	12.8	586	45,784	83.0	9,380	17.0	55,164
2021	293	80.1	73	19.9	366	27,081	65.4	14,300	34.6	41,381
Subtotal	804	84.5	148	15.5	952	72,865	75.5	23,680	24.5	96,545
Total	1,540	86.6	238	13.4	1,778	195,814	80.1	48,506	19.9	244,320

*Source: Bank Data
Due to rounding, totals may not equal 100.0%*

Geographic Distribution

The geographic distribution of loans reflects poor dispersion throughout the assessment area. The bank's poor performance of home mortgage and small business lending supports this conclusion. Examiners focused on the percentage by number of loans in the moderate-income census tracts since there are no low-income census tracts in the assessment area.

Home Mortgage Loans

The geographic distribution of home mortgage loans reflects poor dispersion throughout the assessment area. The following table shows that the bank's performance during 2020 in originating loans in the moderate-income areas is significantly lower than the percentage of owner-occupied housing units in those areas. Although the bank's percentage of loans in the moderate-income areas improved in 2021, it remained well below the demographics. The location of the bank's branch offices in relation to the moderate-income census tracts likely affects its performance in those areas. Specifically, only the bank's Winchester branch operates in a moderate-income area, and that branch did not open until October 26, 2021. The other moderate-income areas within the assessment area are located on the northwestern edge of the assessment area, where they are geographically distant from the bank's branch offices and subject to competition from banks operating offices in those areas.

Since SBW does not report home mortgage loan data pursuant to the Home Mortgage Disclosure Act (HMDA), examiners cannot directly compare its performance to the aggregate HMDA data. However, the aggregate HMDA data does provide additional insight into the level of loan demand. For example, the 2020 aggregate HMDA data shows that all lenders combined made 12.8 percent of their loans in the moderate-income census tracts. Although this data suggests that loan demand in the moderate-income tracts is lower than what the demographic data indicates, it also shows that it is still significantly higher than the bank's performance in those tracts.

Geographic Distribution of Home Mortgage Loans					
Tract Income Level	% of Owner-Occupied Housing Units	#	%	\$(000s)	%
Low					
2020	0.0	0	0.0	0	0.0
2021	0.0	0	0.0	0	0.0
Moderate					
2020	18.7	18	5.6	2,108	4.1
2021	18.7	26	6.3	3,619	5.0
Middle					
2020	71.4	271	84.7	43,610	85.8
2021	71.4	358	86.1	62,345	86.5
Upper					
2020	9.9	31	9.7	5,121	10.1
2021	9.9	32	7.7	6,146	8.5
Not Available					
2020	0.0	0	0.0	0	0.0
2021	0.0	0	0.0	0	0.0
Totals					
2020	100.0	320	100.0	50,839	100.0
2021	100.0	416	100.0	72,110	100.0
<i>Source: 2015 ACS; Bank Data, Due to rounding, totals may not equal 100.0%</i>					

Small Business Loans

The geographic distribution of small business loans reflects a poor dispersion throughout the assessment area. As the following table illustrates, the bank's performance in the moderate-income census tracts during 2020 is significantly below the percentage of businesses operating in those tracts. Although the bank's percentage of loans in the moderate-income areas improved in 2021, it remained well below the demographics. Similar to the home mortgage lending, the bank's performance is likely impacted by its operation of only one branch office in the moderate-income areas, which did not open until late 2021.

Since SBW does not report small business loan data pursuant to the CRA, examiners cannot directly compare its performance to the aggregate small business loan data. However, the aggregate small business loan data does provide additional insight into the level of loan demand. For example, the 2020 aggregate small business loan data shows that all lenders combined made 11.1 percent of their loans in the moderate-income tracts. This data reflects loan demand in the moderate-income tracts that is generally consistent with that indicated by the demographic data, but significantly higher than the bank's performance in those areas.

Geographic Distribution of Small Business Loans					
Tract Income Level	% of Businesses	#	%	\$(000s)	%
Low					
2020	0.0	0	0.0	0	0.0
2021	0.0	0	0.0	0	0.0
Moderate					
2020	11.6	23	4.5	3,212	7.0
2021	11.9	21	7.2	2,095	7.7
Middle					
2020	77.3	457	89.4	39,853	87.0
2021	77.0	247	84.3	23,124	85.4
Upper					
2020	11.1	31	6.1	2,719	5.9
2021	11.1	25	8.5	1,862	6.9
Not Available					
2020	0.0	0	0.0	0	0.0
2021	0.0	0	0.0	0	0.0
Totals					
2020	100.0	511	100.0	45,784	100.0
2021	100.0	293	100.0	27,081	100.0
<i>Source: 2020 & 2021 D&B Data; Bank Data. Due to rounding, totals may not equal 100.0%</i>					

Borrower Profile

The distribution of borrowers reflects reasonable penetration among individuals of different income levels and businesses of different sizes in the assessment area. Examiners focused on the percentage by number of home mortgage loans to low- and moderate-income borrowers, and on the percentage by number of small business loans to businesses with GARs of \$1 million or less.

Home Mortgage Loans

The distribution of home mortgage loans to individuals of different income levels, including low- and moderate-income borrowers, is reasonable.

SBW's percentage of lending to low-income borrowers is below demographics for both 2020 and 2021. However, according to 2015 ACS demographic data, 6.7 percent of the low-income families in the assessment area had incomes below the poverty level. Additionally, a low-income family in the assessment area, with an income of below \$42,650, would have difficulty qualifying for a mortgage under conventional underwriting standards, especially considering the median housing value of \$186,417. Therefore, the demand and opportunities for lending to low-income families are relatively limited. The difficulty of lending to low-income borrowers in the assessment area is

underscored by the aggregate HMDA data, which substantially trails demographics. For example, the 2020 aggregate HMDA data shows that all lenders combined made 6.1 percent of their loans to low-income borrowers, which demonstrates that loan demand from these borrowers is much lower than the demographic data suggests. SBW’s percentage of lending to moderate-income borrowers is reasonable, exceeding demographics in 2020 and 2021. Collectively, the bank’s performance among low- and moderate-income borrowers is reasonable.

Distribution of Home Mortgage Loans by Borrower Income Level					
Borrower Income Level	% of Families	#	%	\$(000s)	%
Low					
2020	20.9	29	9.1	2,942	5.8
2021	20.9	47	11.3	4,485	6.2
Moderate					
2020	18.5	76	23.8	8,945	17.6
2021	18.5	94	22.6	12,302	17.1
Middle					
2020	22.8	80	25.0	12,217	24.0
2021	22.8	121	29.1	17,141	23.8
Upper					
2020	37.8	135	42.2	26,735	52.6
2021	37.8	154	37.0	38,182	53.0
Not Available					
2020	0.0	0	0.0	0	0.0
2021	0.0	0	0.0	0	0.0
Totals					
2020	100.0	320	100.0	50,839	100.0
2021	100.0	416	100.0	72,110	100.0
<i>Source: 2015 ACS; Bank Data. Due to rounding, totals may not equal 100.0%</i>					

Small Business Loans

The distribution of small business loans reflects a reasonable penetration of loans among businesses of different sizes. In 2020 and 2021, the bank’s percentage of loans to businesses with GARs of \$1 million or less was lower than the percentage of businesses in that revenue category. However, the bank’s small business lending included a significant number of loans in the “Revenue Not Available” category during both 2020 and 2021. This is due to the bank’s participation in the Small Business Administration’s (SBA) Payroll Protection Program (PPP), a loan program offered in response to the COVID-19 pandemic. Under the PPP, banks were not required to collect revenue information. The large number of loans with “Revenue Not Available” reduces the percentage of loans made to businesses with GARs of \$1 million or less, but does not indicate adverse performance by the bank. Excluding the loans with unknown GARs, the bank’s performance is

reasonable. Of the 311 loans originated in the bank’s assessment area in 2020 for which GARs are known, 75.9 percent benefitted businesses with GARs of \$1 million or less, and of the 88 loans originated in the bank’s assessment area in 2021 for which GARs are known, 70.5 percent benefitted businesses with GARs of \$1 million or less.

Distribution of Small Business Loans by Gross Annual Revenue Category					
Gross Revenue Level	% of Businesses	#	%	\$(000s)	%
<=\$1,000,000					
2020	85.9	236	46.2	11,394	24.9
2021	86.7	62	21.2	10,680	39.4
>\$1,000,000					
2020	4.8	75	14.7	19,517	42.6
2021	4.4	26	8.9	4,569	16.9
Revenue Not Available					
2020	9.3	200	39.1	14,873	32.5
2021	8.9	205	70.0	11,832	43.7
Totals					
2020	100.0	511	100.0	45,784	100.0
2021	100.0	293	100.0	27,081	100.0
<i>Source: 2020 & 2021 D&B Data; Bank Data. Due to rounding, totals may not equal 100.0%</i>					

Response to Complaints

The institution has not received any CRA-related complaints since the previous evaluation; therefore, this criterion did not affect the Lending Test rating.

COMMUNITY DEVELOPMENT TEST

SBW demonstrated adequate responsiveness to the community development needs of its assessment area through community development loans, qualified investments, and community development services. Examiners considered the institution’s capacity and the need and availability of such opportunities.

Community Development Loans

SBW originated five community development loans totaling \$529,500 during the evaluation period. Three of the loans supported economic development and two supported community services. The three loans supporting economic development are SBA 504 loans. The SBA 504 loan program offers small businesses financing, while promoting business growth and job creation. The two loans supporting community services provide funding to organizations that operate emergency shelters and offer a variety of education, energy, food, transportation and other assistance programs

supporting low- and moderate-income residents in the assessment area and surrounding communities. SBW made two loans in 2021 totaling \$235,000 and three loans in 2022 totaling \$294,500. This level of activity represents approximately 0.1 percent of average total assets and 0.1 percent of average net loans over the evaluation period. The number and dollar volume of the bank’s community development loans decreased compared to the previous evaluation period when the bank made seven loans totaling \$3.4 million.

Qualified Investments

SBW made 71 qualified investments and donations totaling \$532,962. The bank made two new investments during the evaluation period totaling \$200,000. The dollar amount of investments and donations represents 0.1 percent of average total assets and 0.4 percent of average total securities. The bank increased its qualified investments and donations compared to the previous evaluation, which showed \$337,190 in total qualified investments. The following table details the bank’s qualified investments by year and purpose.

Qualified Investments										
Activity Year	Affordable Housing		Community Services		Economic Development		Revitalize or Stabilize		Totals	
	#	\$(000s)	#	\$(000s)	#	\$(000s)	#	\$(000s)	#	\$(000s)
Prior Period	0	0	0	0	0	0	0	0	0	0
2020	0	0	0	0	0	0	0	0	0	0
2021	0	0	1	100	0	0	0	0	1	100
YTD 2022	0	0	1	100	0	0	0	0	1	100
Subtotal	0	0	2	200	0	0	0	0	2	200
Qualified Grants & Donations	3	51	61	155	4	125	1	2	69	333
Total	3	51	63	355	4	125	1	2	71	533

Source: Bank Data

The following are notable examples of the bank’s qualified investment and donation activities:

- ***New Hampshire Community Loan Fund (NHCLF)***: The bank invested \$100,000 in 2021 and 2022. The NHCLF makes loans for community development projects that benefit low- and moderate-income areas throughout New Hampshire, including the bank’s assessment area.
- ***New Hampshire Community Development Finance Authority (NHCDFA)***: The bank donated a total of \$125,000 to the NHCDFA during the evaluation period. The NHCDFA promotes economic development by providing financing, consulting, and project implementation services to New Hampshire municipalities.

Community Development Services

During the evaluation period, five bank employees provided 112 hours of financial expertise or technical assistance to seven different community development-related organizations in the assessment area. The bank’s level of community development services remained consistent with the previous evaluation. The following table illustrates community development services by year and purpose.

Community Development Services					
Activity Year	Affordable Housing	Community Services	Economic Development	Revitalize or Stabilize	Totals
	#	#	#	#	#
2020	0	0	0	0	0
2021	0	0	0	0	0
YTD 2022	12	100	0	0	112
Total	12	100	0	0	112
<i>Source: Bank Data</i>					

The following are some organizations that benefited from the employees’ dedicated service.

- ***Kurn Hattin Homes for Children (KHHC):*** KHHC is a charitable organization that provides year round residential care and schooling for children from low- and moderate-income families in the bank’s assessment area. A bank employee serves as a Board member providing KHHC guidance on a variety of financial and operating matters.
- ***Dartmouth Hitchcock Medical Center (DHMC):*** DHMC is a healthcare organization that operates clinics providing patient care in the bank’s assessment area. A bank employee serves on a Board committee responsible for overseeing DHMC’s provision of medical care to low- and moderate-income individuals, and assessing the hospital’s assistance providing affordable housing to low- and moderate-income employees.
- ***Keene Housing Kid’s Collaborative (KHKC):*** KHKC is a non-profit organization serving children that live in low-income housing in the bank’s assessment area and surrounding communities. KHKC works to prepare children from low- and moderate-income families for successful adulthood by offering a variety of academic, athletic, music, and theater programs and providing childcare, transportation, clothing, dental care, and other services. A bank employee volunteers as a KHKC Board member.

SBW also operates a branch office and ATM in a moderate-income area in Winchester, New Hampshire.

DISCRIMINATORY OR OTHER ILLEGAL CREDIT PRACTICES REVIEW

Examiners reviewed the bank’s compliance with the laws relating to discrimination and other illegal credit practices, including the Fair Housing Act and the Equal Credit Opportunity Act. Examiners did not identify any discriminatory or other illegal credit practices.

APPENDICES

INTERMEDIATE SMALL BANK PERFORMANCE CRITERIA

Lending Test

The Lending Test evaluates the bank's record of helping to meet the credit needs of its assessment area(s) by considering the following criteria:

- 1) The bank's loan-to-deposit ratio, adjusted for seasonal variation, and, as appropriate, other lending-related activities, such as loan originations for sale to the secondary markets, community development loans, or qualified investments;
- 2) The percentage of loans, and as appropriate, other lending-related activities located in the bank's assessment area(s);
- 3) The geographic distribution of the bank's loans;
- 4) The bank's record of lending to and, as appropriate, engaging in other lending-related activities for borrowers of different income levels and businesses and farms of different sizes; and
- 5) The bank's record of taking action, if warranted, in response to written complaints about its performance in helping to meet credit needs in its assessment area(s).

Community Development Test

The Community Development Test considers the following criteria:

- 1) The number and amount of community development loans;
- 2) The number and amount of qualified investments;
- 3) The extent to which the bank provides community development services; and
- 4) The bank's responsiveness through such activities to community development lending, investment, and service needs.

GLOSSARY

Aggregate Lending: The number of loans originated and purchased by all reporting lenders in specified income categories as a percentage of the aggregate number of loans originated and purchased by all reporting lenders in the metropolitan area/assessment area.

American Community Survey (ACS): A nationwide United States Census survey that produces demographic, social, housing, and economic estimates in the form of five year estimates based on population thresholds.

Area Median Income: The median family income for the MSA, if a person or geography is located in an MSA; or the statewide nonmetropolitan median family income, if a person or geography is located outside an MSA.

Assessment Area: A geographic area delineated by the bank under the requirements of the Community Reinvestment Act.

Census Tract: A small, relatively permanent statistical subdivision of a county or equivalent entity. The primary purpose of census tracts is to provide a stable set of geographic units for the presentation of statistical data. Census tracts generally have a population size between 1,200 and 8,000 people, with an optimum size of 4,000 people. Census tract boundaries generally follow visible and identifiable features, but they may follow nonvisible legal boundaries in some instances. State and county boundaries always are census tract boundaries.

Combined Statistical Area (CSA): A combination of several adjacent metropolitan statistical areas or micropolitan statistical areas or a mix of the two, which are linked by economic ties.

Community Development: For loans, investments, and services to qualify as community development activities, their primary purpose must:

- (1) Support affordable housing for low- and moderate-income individuals;
- (2) Target community services toward low- and moderate-income individuals;
- (3) Promote economic development by financing small businesses or farms; or
- (4) Provide activities that revitalize or stabilize low- and moderate-income geographies, designated disaster areas, or distressed or underserved nonmetropolitan middle-income geographies.

Community Development Corporation (CDC): A CDC allows banks and holding companies to make equity type of investments in community development projects. Institution CDCs can develop innovative debt instruments or provide near-equity investments tailored to the development needs of the community. Institution CDCs are also tailored to their financial and marketing needs. A CDC may purchase, own, rehabilitate, construct, manage, and sell real property. Also, it may make equity or debt investments in development projects and in local businesses. The CDC activities are expected to directly benefit low- and moderate-income groups, and the investment dollars should not represent an undue risk on the banking organization.

Community Development Financial Institutions (CDFIs): CDFIs are private intermediaries (either for profit or nonprofit) with community development as their primary mission. A CDFI facilitates the flow of lending and investment capital into distressed communities and to individuals who have been unable to take advantage of the services offered by traditional financial institutions. Some basic types of CDFIs include community development banks, community development loan funds, community development credit unions, micro enterprise funds, and community development venture capital funds.

A certified CDFI must meet eligibility requirements. These requirements include the following:

- Having a primary mission of promoting community development;
- Serving an investment area or target population;
- Providing development services;
- Maintaining accountability to residents of its investment area or targeted population through representation on its governing board of directors, or by other means;
- Not constituting an agency or instrumentality of the United States, of any state or political subdivision of a state.

Community Development Loan: A loan that:

- (1) Has as its primary purpose community development; and
- (2) Except in the case of a wholesale or limited purpose institution:
 - (i) Has not been reported or collected by the institution or an affiliate for consideration in the institution's assessment area as a home mortgage, small business, small farm, or consumer loan, unless it is a multifamily dwelling loan (as described in Appendix A to Part 203 of this title); and
 - (ii) Benefits the institution's assessment area(s) or a broader statewide or regional area including the institution's assessment area(s).

Community Development Service: A service that:

- (1) Has as its primary purpose community development;
- (2) Is related to the provision of financial services; and
- (3) Has not been considered in the evaluation of the institution's retail banking services under § 345.24(d).

Consumer Loan(s): A loan(s) to one or more individuals for household, family, or other personal expenditures. A consumer loan does not include a home mortgage, small business, or small farm loan. This definition includes the following categories: motor vehicle loans, credit card loans, home equity loans, other secured consumer loans, and other unsecured consumer loans.

Core Based Statistical Area (CBSA): The county or counties or equivalent entities associated with at least one core (urbanized area or urban cluster) of at least 10,000 population, plus adjacent counties having a high degree of social and economic integration with the core as measured through commuting ties with the counties associated with the core. Metropolitan and Micropolitan Statistical Areas are the two categories of CBSAs.

Distressed Middle-Income Nonmetropolitan Geographies: A nonmetropolitan middle-income geography will be designated as distressed if it is in a county that meets one or more of the following triggers:

- (1) An unemployment rate of at least 1.5 times the national average;
- (2) A poverty rate of 20 percent or more; or
- (3) A population loss of 10 percent or more between the previous and most recent decennial census or a net migration loss of 5 percent or more over the 5-year period preceding the most recent census.

Family: Includes a householder and one or more other persons living in the same household who are related to the householder by birth, marriage, or adoption. The number of family households always equals the number of families; however, a family household may also include non-relatives living with the family. Families are classified by type as either a married-couple family or other family. Other family is further classified into “male householder” (a family with a male householder and no wife present) or “female householder” (a family with a female householder and no husband present).

FFIEC-Estimated Income Data: The Federal Financial Institutions Examination Council (FFIEC) issues annual estimates which update median family income from the metropolitan and nonmetropolitan areas. The FFIEC uses American Community Survey data and factors in information from other sources to arrive at an annual estimate that more closely reflects current economic conditions.

Full-Scope Review: A full-scope review is accomplished when examiners complete all applicable interagency examination procedures for an assessment area. Performance under applicable tests is analyzed considering performance context, quantitative factors (e.g, geographic distribution, borrower profile, and total number and dollar amount of investments), and qualitative factors (e.g, innovativeness, complexity, and responsiveness).

Geography: A census tract delineated by the United States Bureau of the Census in the most recent decennial census.

Home Mortgage Disclosure Act (HMDA): The statute that requires certain mortgage lenders that do business or have banking offices in a metropolitan statistical area to file annual summary reports of their mortgage lending activity. The reports include such data as the race, gender, and the income of applicants; the amount of loan requested; and the disposition of the application (approved, denied, and withdrawn).

Home Mortgage Loans: Includes closed-end mortgage loans or open-end line of credits as defined in the HMDA regulation that are not an excluded transaction per the HMDA regulation.

Housing Unit: Includes a house, an apartment, a mobile home, a group of rooms, or a single room that is occupied as separate living quarters.

Limited-Scope Review: A limited scope review is accomplished when examiners do not complete all applicable interagency examination procedures for an assessment area.

Performance under applicable tests is often analyzed using only quantitative factors (e.g, geographic distribution, borrower profile, total number and dollar amount of investments, and branch distribution).

Low-Income: Individual income that is less than 50 percent of the area median income, or a median family income that is less than 50 percent in the case of a geography.

Low Income Housing Tax Credit: The Low-Income Housing Tax Credit Program is a housing program contained within the Internal Revenue Code of 1986, as amended. It is administered by the U.S. Department of the Treasury and the Internal Revenue Service. The U.S. Treasury Department distributes low-income housing tax credits to housing credit agencies through the Internal Revenue Service. The housing agencies allocate tax credits on a competitive basis.

Developers who acquire, rehabilitate, or construct low-income rental housing may keep their tax credits. Or, they may sell them to corporations or investor groups, who, as owners of these properties, will be able to reduce their own federal tax payments. The credit can be claimed annually for ten consecutive years. For a project to be eligible, the developer must set aside a specific percentage of units for occupancy by low-income residents. The set-aside requirement remains throughout the compliance period, usually 30 years.

Market Share: The number of loans originated and purchased by the institution as a percentage of the aggregate number of loans originated and purchased by all reporting lenders in the metropolitan area/assessment area.

Median Income: The median income divides the income distribution into two equal parts, one having incomes above the median and other having incomes below the median.

Metropolitan Division (MD): A county or group of counties within a CBSA that contain(s) an urbanized area with a population of at least 2.5 million. A MD is one or more main/secondary counties representing an employment center or centers, plus adjacent counties associated with the main/secondary county or counties through commuting ties.

Metropolitan Statistical Area (MSA): CBSA associated with at least one urbanized area having a population of at least 50,000. The MSA comprises the central county or counties or equivalent entities containing the core, plus adjacent outlying counties having a high degree of social and economic integration with the central county or counties as measured through commuting.

Middle-Income: Individual income that is at least 80 percent and less than 120 percent of the area median income, or a median family income that is at least 80 and less than 120 percent in the case of a geography.

Moderate-Income: Individual income that is at least 50 percent and less than 80 percent of the area median income, or a median family income that is at least 50 and less than 80 percent in the case of a geography.

Multi-family: Refers to a residential structure that contains five or more units.

Nonmetropolitan Area (also known as **non-MSA**): All areas outside of metropolitan areas. The definition of nonmetropolitan area is not consistent with the definition of rural areas. Urban and rural classifications cut across the other hierarchies. For example, there is generally urban and rural territory within metropolitan and nonmetropolitan areas.

Owner-Occupied Units: Includes units occupied by the owner or co-owner, even if the unit has not been fully paid for or is mortgaged.

Qualified Investment: A lawful investment, deposit, membership share, or grant that has as its primary purpose community development.

Rated Area: A rated area is a state or multistate metropolitan area. For an institution with domestic branches in only one state, the institution's CRA rating would be the state rating. If an institution maintains domestic branches in more than one state, the institution will receive a rating for each state in which those branches are located. If an institution maintains domestic branches in two or more states within a multistate metropolitan area, the institution will receive a rating for the multistate metropolitan area.

Rural Area: Territories, populations, and housing units that are not classified as urban.

Small Business Investment Company (SBIC): SBICs are privately-owned investment companies which are licensed and regulated by the Small Business Administration (SBA). SBICs provide long-term loans and/or venture capital to small firms. Because money for venture or risk investments is difficult for small firms to obtain, SBA provides assistance to SBICs to stimulate and supplement the flow of private equity and long-term loan funds to small companies. Venture capitalists participate in the SBIC program to supplement their own private capital with funds borrowed at favorable rates through SBA's guarantee of SBIC debentures. These SBIC debentures are then sold to private investors. An SBIC's success is linked to the growth and profitability of the companies that it finances. Therefore, some SBICs primarily assist businesses with significant growth potential, such as new firms in innovative industries. SBICs finance small firms by providing straight loans and/or equity-type investments. This kind of financing gives them partial ownership of those businesses and the possibility of sharing in the companies' profits as they grow and prosper.

Small Business Loan: A loan included in "loans to small businesses" as defined in the Consolidated Report of Condition and Income (Call Report). These loans have original amounts of \$1 million or less and are either secured by nonfarm nonresidential properties or are classified as commercial and industrial loans.

Small Farm Loan: A loan included in "loans to small farms" as defined in the instructions for preparation of the Consolidated Report of Condition and Income (Call Report). These loans have original amounts of \$500,000 or less and are either secured by farmland, including farm residential and other improvements, or are classified as loans to finance agricultural production and other loans to farmers.

Underserved Middle-Income Nonmetropolitan Geographies: A nonmetropolitan middle-income geography will be designated as underserved if it meets criteria for population size, density, and dispersion indicating the area’s population is sufficiently small, thin, and distant from a population center that the tract is likely to have difficulty financing the fixed costs of meeting essential community needs.

Upper-Income: Individual income that is 120 percent or more of the area median income, or a median family income that is 120 percent or more in the case of a geography.

Urban Area: All territories, populations, and housing units in urbanized areas and in places of 2,500 or more persons outside urbanized areas. More specifically, “urban” consists of territory, persons, and housing units in places of 2,500 or more persons incorporated as cities, villages, boroughs (except in Alaska and New York), and towns (except in the New England states, New York, and Wisconsin).

“Urban” excludes the rural portions of “extended cities”; census designated place of 2,500 or more persons; and other territory, incorporated or unincorporated, including in urbanized areas.

Section 3

BRANCH LISTING

<p>North Meadow Plaza – Branch/ATM 68 Ames Plaza Lane Walpole (603) 756-4771 County Code – 005 Census Tract - 9702.00 3 - Middle Income MSA Code – N/A</p> <p>Lobby Hours – Mon-Thurs 8:30 am to 5:00 pm Fri 8:30 am to 6:00 pm Sat 8:30 am to Noon</p> <p>Drive-up Hours – Mon-Thurs 8:00 am to 5:00 pm Fri 8:00 am to 6:00 pm Sat 8:00 am to Noon</p>	<p>Village – Branch/ATM 11 Westminster Street Walpole (603) 756-2863 County Code – 005 Census Tract - 9702.00 3 - Middle Income MSA Code – N/A</p> <p>Lobby Hours – Mon-Fri 8:00 am to 2:00 pm</p> <p>No Drive-up</p>	<p>Marlboro Street – Branch/ATM 84 Marlboro Street Keene (603) 352-1822 County Code – 005 Census Tract - 9711.00 3 - Middle Income MSA Code – N/A</p> <p>Lobby Hours – Mon-Fri 8:30 am to 5:00 pm</p> <p>Drive-up Hours – Mon-Fri 8:00 am to 5:00 pm</p>
<p>West Street – Branch/ATM 400 West Street Keene (603) 355-1881 County Code – 005 Census Tract - 9714.02 3 Middle Income MSA Code – N/A</p> <p>Lobby Hours – Mon-Thurs 8:30 am to 5:00 pm Fri 8:30 am to 6:00 pm Sat 8:00 am to 2:00 pm</p> <p>Drive-up Hours - Mon-Thurs 7:30 am to 5:00 pm Fri 7:30 am to 6:00 pm Sat 8:00 am to 2:00 pm</p>	<p>Court Street – Branch/ATM 817 Court Street Keene (603) 352-6988 County Code – 005 Census Tract - 9710.00 3 - Middle Income MSA Code – N/A</p> <p>Lobby Hours – Mon-Fri 8:30 am to 5:00 pm Sat 8:00 am to Noon</p> <p>Drive-up Hours - Mon-Fri 7:30 am to 5:00 pm Sat 8:00 am to Noon</p>	<p>Winchester – Branch/ATM 30 Warwick Road Winchester (602) 239-8880 County Code – 005 Census Tract – 9717.00 2 – Moderate Income MSA Code – N/A</p> <p>Lobby Hours – Mon-Fri 8:30 am to 5:00 pm Sat 8:00 am to Noon</p> <p>Drive-up Hours – Mon-Fri 7:30 am to 5:00 pm Sat 8:00 am to Noon</p>
<p>Rindge – Branch/ATM 31 Sonja Drive Rindge (603) 899-9902 County Code – 005 Census Tract - 9706.00 3 - Middle Income MSA Code – N/A</p> <p>Lobby Hours – Mon-Fri 8:30 am to 5:00 pm Sat 8:00 am to Noon</p> <p>Drive-up Hours - Mon-Fri 7:30 am to 5:00 pm Sat 8:00 am to Noon</p>	<p>Court Street – ATM Only 580 Court Street Keene County Code – 005 Census Tract - 9710.00 3 - Middle Income MSA Code – N/A</p>	

Section 4

BRANCHES OPENED & CLOSED

BRANCHES OPENED OR CLOSED

Branches opened or closed during the current and past two years (2022, 2023, and YTD 2024):

Opened:

March 2023

Rindge – Branch/ATM

31 Sonja Drive

Rindge

(603) 899-9902

County Code – 005

Census Tract - 9706.00

3 - Middle Income

MSA Code – N/A

Lobby Hours –

Mon-Fri 8:30 am to 5:00 pm

Sat 8:00 am to Noon

Drive-up Hours -

Mon-Fri 7:30 am to 5:00 pm

Sat 8:00 am to Noon

Closed: None

Section 5

LIST OF SERVICES

COMMUNITY DEPOSIT PRODUCTS

Savings Bank of Walpole offers a variety of deposit products - here is a listing as of December 2023.

Personal Banking Products:

❖ Checking Accounts:

- **Truly Free Checking** - Our most popular checking account. No minimum balance requirements and no monthly service charge – with the added bonus of earning interest on balances over \$100.
 - No monthly service charge
 - Minimum deposit to open: \$10 (recommended)
 - A minimum daily collected balance of \$100 is required to earn interest
 - Interest compounded and credited monthly
 - No monthly service charge
- **Non-Interest Checking** - Our most basic checking account offering. No minimum balance requirements and no monthly service charge.
 - No monthly service charge
 - Minimum deposit to open: \$10 (recommended)
- **Senior Checking** - Customers over 62 years of age. Like Truly Free Checking, no minimum balance requirements or monthly service charge plus interest earned on balances over \$100.
 - No monthly service charge
 - Minimum deposit to open: \$10 (recommended)
 - Interest compounded daily, credited monthly
 - No charge for basic checks in single style. Other styles are 50% off.

Services available for all Personal Checking Accounts:

- Debit MasterCard®
- iTalk banking access
- Online and Mobile Banking access
- Text Banking
- Zelle®
- Mobile Wallet
- Personal Financial Management
- Online Account Opening
- Monthly statement, including images of paid checks
- eStatements (for deposit and loan accounts)
- Combined Statements
- Overdraft protection available
 - Account to Account *or*
 - Line of Credit (pending credit approval)

- Online Banking Bill Pay option
- Online dispute and stop payment filing
- External Transfers
- Mobile Deposits
- Fraud Monitoring
- Direct Deposit and Automatic Payments
- One free Money Order and Cashier's Check per customer, per day
- Free Notary
- Free Signature Guaranty
- Safe Deposit
- Free Coin Processing
- Foreign Currency Exchange Services
- Foreign/Canadian Check Collection Services
- Wire Transfers – domestic and foreign
- Debit Card Controls
- Banzai Financial Education Resources
- Free ATM withdrawals (extended NH network)
- After Hours night drop

❖ **Savings Accounts:**

- **Tiered Savings** - Build your savings all while having easy access to your funds. You'll earn tiered interest on balances over \$100.
 - No monthly service charge
 - Minimum deposit to open: \$10 (recommended)
 - A minimum daily collected balance of \$100 is required to earn interest
 - Tiered interest rates. The required daily collected balances for each rate tier are: \$100-\$2,499.99; \$2,500 - \$9,999.99; \$10,000 - \$24,999.99; \$25,000 or more
 - Interest compounded and credited monthly

- **Easy Access Savings Account** - Link your SBW savings account to a Debit Mastercard® and enjoy the convenience of making a purchase directly from your account anywhere Mastercard® is accepted.
 - No monthly service charge
 - Minimum deposit to open: \$10 (recommended)
 - A minimum daily collected balance of \$100 is required to earn interest
 - Interest compounded and credited monthly
 - Convenient access to your funds to make purchases or withdrawals with a debit card

- **Be Your Own Lender Savings (BYOL)** - An interest bearing savings account designed for building savings and building or re-establishing credit. This account limits withdrawals to in-bank transactions only. Collateral loans are available for smaller amounts (starting at \$100) to encourage the customer to save money and “be their own lender” by advancing funds through a collateral loan as needed.
 - No monthly service charge

- Minimum deposit to open: \$2
 - A minimum daily collected balance of \$100 is required to earn interest
 - Transfers and withdrawals are to be made in person only. Drafts or electronic debits are not features of this account. ACH credits are allowed.
 - Interest compounded daily, credited monthly
- **Youth Savings** - A statement savings account specially designed for children and young adults under the age of 18.
 - No monthly service charge
 - Minimum deposit to open: \$1
 - A minimum daily balance of \$1 is required to earn interest
 - Interest compounded daily, credited monthly
- **Goal-Setter Savings** – A savings options which can be opened anytime throughout the year and choose one or multiple maturity dates for the funds to be dispersed. It’s a great way to save for holidays, a trip, down payment, tax bills twice a year—or any other goal you have in mind!
 - No monthly service charge
 - Minimum deposit to open: \$2
 - A minimum daily collected balance of \$2 is required to earn interest
 - Account is funded by automatic transfers from the SBW checking, savings, or account you designate and for the amount and frequency preferred.
- **Money Market** - Save for the future and make your money work harder for you, while still having easy access to your funds online or by check.
 - No monthly service charge
 - Minimum deposit to open \$500
 - A minimum daily collected balance of \$1,000 is required to earn interest
 - Interest is earned on a tiered rate. The required daily collected balances for each rate tier are: \$1,000 - \$9,999.99; \$10,000 - \$24,999.99; \$25,000 - \$99,999.99; \$100,000 - \$249,999.99; \$250,000 and over
 - Money Market checks are available
- **Heath Savings Accounts (HSA)** – Save for current and future medical expenses in an interest bearing checking account. These accounts allow for payment of qualified expenses by debit card or check (online Bill Pay or standard check). Tax advisors should be consulted for tax implications.
 - No monthly service charge
 - No minimum balance requirement
 - Interest earnings on your funds
 - Qualifying health expenses paid from HSA may be tax free (depending on specific state taxes)
 - Unused funds remaining at year end can carry over to following year(s)
 - Free online banking access to view your account and issue payments through Bill Pay
 - Access via debit card

Services available for all Personal Savings Accounts:

- Debit MasterCard® (For Easy Access Savings and Money Market)
- iTalk banking access
- Online and Mobile Banking access
- Text Banking
- Zelle® (Not available for Goal-Setter Savings)
- Mobile Wallet (Only available for products with a debit card)
- Personal Financial Management
- Online Account Opening
- Monthly Statements
- eStatements (for deposit and loan accounts)
- Combined Statements
- Online Banking Bill Pay option (For Money Market only)
- Mobile Deposits (Not available for Goal-Setter Savings)
- Fraud Monitoring
- Online dispute and stop payment filing
- External Transfers
- Direct Deposit and Automatic Payments (Payments not allowed on BYOL)
- One free Money Order and Cashier's Check per customer, per day
- Free Notary
- Free Signature Guaranty
- Safe Deposit
- Free Coin Processing
- Foreign Currency Exchange Services
- Foreign/Canadian Check Collection Services
- Wire Transfers – domestic and foreign
- Debit Card Controls
- Banzai Financial Education Resources
- Free ATM withdrawals (extended NH network)
- After Hours night drop

❖ Certificate of Deposit (CD) Accounts:

- ***Certificates of Deposit (CD)*** – CD's offer a great way to save money. We offer a selection of terms, competitive interest rates, and our personalized service to assist you in making the right choices for your financial needs, include maturities of three months to five years.
 - Guaranteed fixed rate for the term of the certificate
 - Choice of interest payment options
 - Low minimum deposits
 - Automatically renewable for your convenience
 - Competitive market rates

❖ Individual Retirement Accounts (IRA):

- **Individual Retirement Accounts (IRA)** – We offer three types of Individual Retirement Accounts (IRAs). Tax advisors should be consulted for tax implications of IRAs:
 - **Traditional IRA** - a tax-advantaged arrangement that allows contributions towards retirement, the earnings grow tax-deferred and may be tax deductible.
 - **Roth IRA** - allows accumulated earnings on a tax-deferred basis and withdraw earnings tax-free for qualified distributions.
 - **SEP IRA** - provides a simplified method for employers to make contributions to a retirement account (Traditional IRA) for their employees.

Business Banking Products

❖ Checking Accounts:

- **Flex Business Checking** – Designed for businesses that can maintain a balance of \$45,000 or more at all times to take advantage of earnings credit to offset monthly service charge and any additional services.
 - No minimum balance requirement
 - No per-item fees for cash or coin deposits, or checks written or deposited
 - \$10 monthly service charge (may be offset with a monthly Earnings Credit)
 - Free first order of business checks
 - Free Business Debit MasterCard® - with no monthly fee
 - Non-Interest bearing
 - No statement fee
- **Simple Business Checking** - A straightforward business checking account with no balance requirement. Ideal for small- to medium-sized businesses that do not require additional business banking services.
 - No minimum balance requirement
 - No monthly service charge or maintenance fees
 - No per-item fees for cash or coin deposits, or checks written or deposited
 - Free first order of business checks
 - Free Business Debit MasterCard® - with no monthly fee
 - No statement fee
 - Non-Interest bearing
- **Nonprofit Advantage Checking** - This interest bearing account is designed to help nonprofit organizations save money—so you have more to spend on the programs and services you provide for our community.
 - Earn interest on balances of \$500 and greater (variable interest rate)
 - No minimum balance requirement
 - No monthly service charge or maintenance fees
 - No per-item fees for cash or coin deposits, or checks written or deposited

- Free first order of business checks
 - Free Business Debit MasterCard® - with no monthly fee
 - Earnings Credit to offset certain fees associated with the account
- **IOLTA Checking** - This interest bearing account exclusively for Lawyers Trust accounts and Law Firms only.
 - \$10 minimum deposit to open
 - Earn interest on balances of \$1,000 and greater. All interest earned is automatically sent to the NH Bar Foundation. Tiered interest rates. The required daily collected balances for each rate tier are: \$1,000 - \$99,999.99; \$100,000 - \$199,999.99; \$200,000 or more
 - No minimum balance requirement
 - No monthly service charge or maintenance fees

Services available for all Business Checking Accounts:

- Online and Mobile Banking
- Mobile Check Deposit
- Business Bill Pay
- eStatements (for deposit and loan accounts)
- Combined Statements
- iTalk Banking
- Business Debit Card
- Fraud Monitoring
- Unlimited check writing
- Foreign Currency Exchange Services
- Foreign/Canadian Check Collection Services
- Banzai Financial Education Resources
- Free ATM withdrawals (extended NH network)
- After Hours night drop

Additional Services for Business Accounts:

- Access control for multiple users
- Cash Management with access control for multiple users
- Positive Pay Fraud Prevention
- Remote Deposit
- Credit Card processing
- Sweeps
- ACH services
- Wire Transfers
- Payments Reporter
- Free Monthly Account Analysis (for Flex Business and Nonprofit Advantage)

***Please contact a member of the business development team for details on the Additional Services section as additional fees may apply.*

❖ **Savings Accounts:**

- **Business Savings** - Our business savings account makes it simple and easy to establish a savings plan to fit your business financial goals.
 - No monthly service charge or maintenance fees
 - Minimum deposit to open: \$10
 - A minimum daily collected balance of \$100 is required to earn a tiered interest rate
- **Business Money Market Account** – This account allows you to earn interest while providing the flexibility of writing checks and completing electronic transactions. It's the best of both worlds with the combination of a checking account and a savings account which will earn a higher interest rate.
 - No monthly service charge or maintenance fees
 - Minimum deposit to open: \$500
 - Check writing availability
 - A minimum daily collected balance of \$2,500 is required to earn a tiered interest rate

Services available for all Business Savings Accounts:

- Online and Mobile Banking
- Business Bill Pay
- eStatements (for deposit and loan accounts)
- Combined Statements
- iTalk Banking
- Fraud Monitoring
- Foreign Currency Exchange Services
- Foreign/Canadian Check Collection Services
- Banzai Financial Education Resources
- Free ATM withdrawals (extended NH network)
- After Hours night drop

❖ **Certificate of Deposit (CD) Accounts:**

- **Business Certificates of Deposit** -For a higher degree of yield, we offer CD's available in maturities of three months to five years.
 - Guaranteed fixed rate for the term of the certificate
 - Choice of interest payment options
 - Automatically renews for your convenience
 - Competitive market rates

COMMUNITY LOAN PRODUCTS

Savings Bank of Walpole offers a variety of consumer, residential mortgage and business loan products to the communities it serves which are divided into the following three categories.

CONSUMER LOANS:

Auto Loans:

Savings Bank of Walpole finances loans for new and used autos, light trucks, vans and Harley Davidson motorcycles.

Recreation Vehicle Loans:

Savings Bank of Walpole finances loans for the purchase of motor homes, travel trailers and campers.

Motorcycle/Snowmobile Loans:

Savings Bank of Walpole finances loans for new and used motorcycles and new and used snowmobiles.

Tractor and Power Equipment Loans:

Savings Bank of Walpole finances loans for new and used tractors and various types of power equipment.

Boat Loans:

Savings Bank of Walpole finances loans for new and used boats.

Indirect Boat Loans:

Savings Bank of Walpole works with the following Marine/RV service companies: Intercoastal Financial Group; Sterling Associates and Trident Funding, LLC; Oceanpoint Lending (Bank Newport); and Yacht Closer, LLC who work with a network of boat and RV dealers, as well as individual buyers and sellers, to facilitate the financing of new and used boats.

Personal Loans:

Savings Bank of Walpole finances personal loans for a variety of purposes, to include: vacation expenses, furniture and appliance purchases and educational purposes.

Home Improvement Loans (Unsecured):

Savings Bank of Walpole finances loans for the sole purpose of improving or repairing the applicant's owner-occupied 1-4 family dwelling.

Energy Loans (Unsecured):

From time-to-time, Savings Bank of Walpole may have separate agreements with various utility companies to originate loans for their respective customers for the purpose of energy saving/efficiency. Each utility determines what energy saving measures qualifies for their program. Examples would be air sealing, insulation and energy efficient furnaces.

Time Loans:

Savings Bank of Walpole finances loans available for consumers requesting funds for a specific time period and having the ability to make repayment from a verifiable source of funds.

Overdraft Protection Line of Credit:

Savings Bank of Walpole offers lines of credit for overdraft protection to creditworthy applicants. This product is an unsecured revolving line of credit tied to a personal checking account and/or NOW account with the primary purpose to provide overdraft protection. It does not offer so called "Privilege Overdraft Protection."

Certificate of Deposit (CD) and Savings Secured Loans:

Savings Bank of Walpole finances loans secured by appropriate liquid collateral, such as certificates of deposits or savings accounts, under various terms.

Be Your Own Lender Savings/Loan Program (BYOL):

Savings Bank of Walpole offers the Be Your Own Lender (BYOL) product, which serves as a hybrid saving secured loan product designed to help and encourage customers to develop sound savings habits and/or establish or rebuild their credit. It also provides customers the opportunity to borrow against their funds even when they may not meet the minimum loan requirements of the standard Savings/CD secured loan product.

Stock Loans:

Savings Bank of Walpole finances loans secured by marketable securities.

Solar Loan Program:

Savings Bank of Walpole offers a program designed to provide financing to consumers interested in installing solar panels on their property.

Dental Loan Program:

Savings Bank of Walpole offers dental practices a financing option to offer its customers requiring preventative or curative services.

MORTGAGE LOANS:

Savings Bank of Walpole offers a variety of residential mortgage lending products to meet the needs of our communities.

First Lien Mortgages:

Savings Bank of Walpole provides first mortgage loans for the purchase or refinance of primary and second homes to all qualified borrowers. The bank offers both fixed and variable rate mortgage loans either to fund the bank's portfolio or for resale into the secondary market.

Residential Investment Properties:

Savings Bank of Walpole provides financing for the purchase or refinance of residential investment properties, not to exceed four units.

Construction:

Savings Bank of Walpole provides financing for the construction of primary or a second home.

Land Loans:

Savings Bank of Walpole will provide financing for the purchase of a single-family residential lot, upon which the borrower intends to construct a primary residence in the future.

Junior Lien Mortgages:

Savings Bank of Walpole provides home equity term loans and credit lines secured by junior liens to qualified borrowers.

Manufactured Housing:

Savings Bank of Walpole makes loans for the purchase of manufactured housing whether in a park or located on its own lot.

Note: Savings Bank of Walpole brokers with NH Housing Finance Authority, Federal Housing Administration and Rural Development loans.

COMMERCIAL LOANS:**Business Time Notes:**

Savings Bank of Walpole provides short term (not to exceed one year) loans to qualified local businesses. Loans of this type are typically repaid from a specific event, such as the liquidation of seasonal inventory.

Business Lines of Credit:

Savings Bank of Walpole provides lines of credit for working capital purposes to qualified local businesses. Such lines of credit tend to be granted to more established businesses that demonstrate the financial sophistication to manage this product.

Letters of Credit:

Savings Bank of Walpole can provide letters of credit for local companies for various business purposes.

Commercial Term Loans:

Savings Bank of Walpole offers commercial term loans to local businesses for the purchase of fixed assets or other types of business expansion that requires a repayment term greater than one year.

Commercial Mortgages:

Savings Bank of Walpole makes commercial mortgage loans for the construction of, acquisition of, or improvement of commercial real estate for business purposes or residential investment properties of more than four units, throughout its lending community.

Small Business Administration (SBA) Loans:

Savings Bank of Walpole participates in government-sponsored small business loan guarantee programs which provide federal guarantees on loans for various purposes to businesses that would otherwise not meet the bank's loan underwriting standards.

Tax and Reimbursement Anticipation Loans:

Savings Bank of Walpole makes loans to local towns and municipalities to fund operating expenses in anticipation of tax revenues. It also makes Catastrophic Special Education Reimbursement Notes to school districts to cover special education needs.

Business Express Lending:

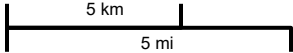
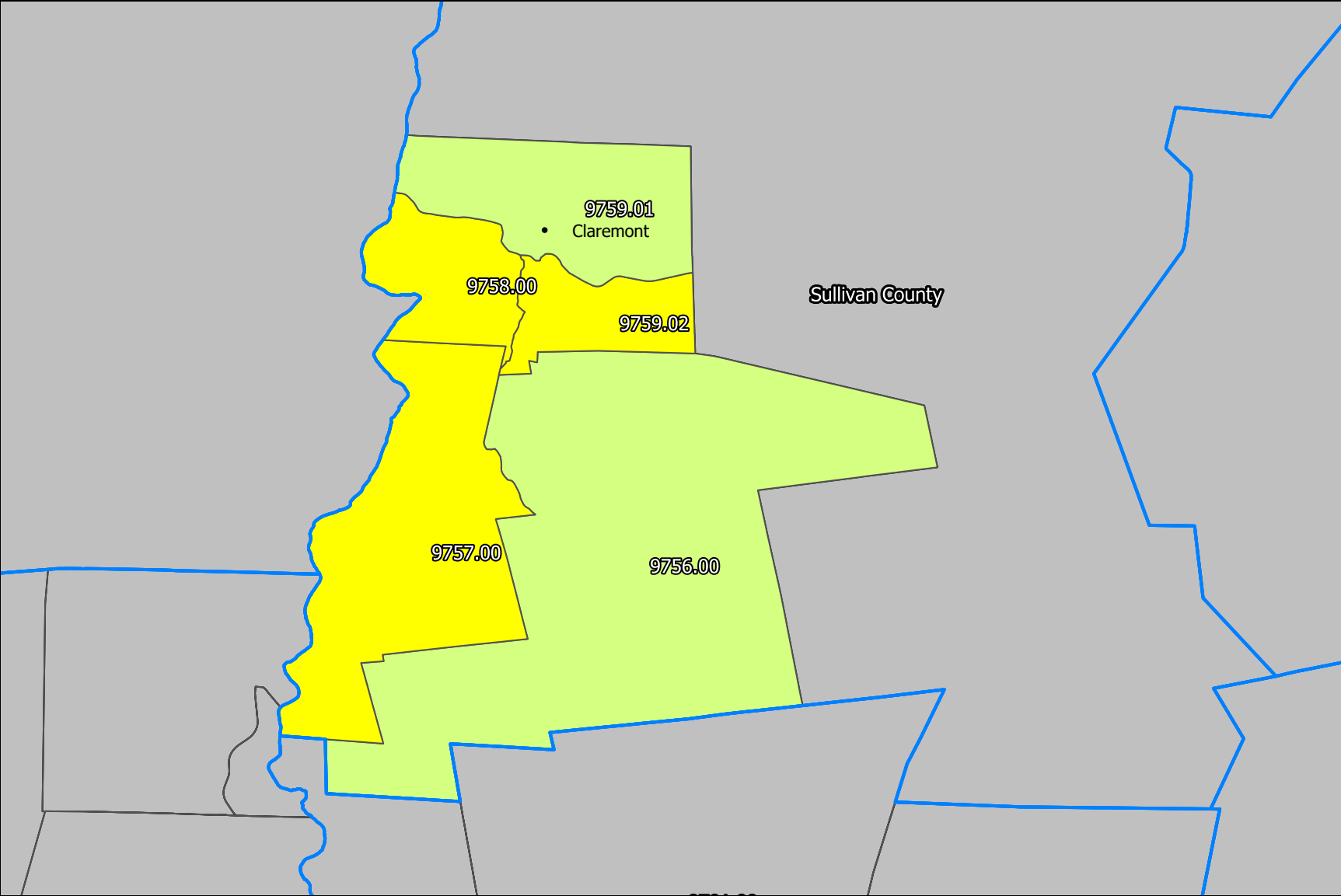
Savings Bank of Walpole offers a quick lending option that includes applying online and receiving a decision instantly. The business express lending offer loan amounts from \$10,000 to \$100,000 for qualifying NH registered businesses and offers to loan options:

- **SBW Business Express Term Loan** – For longer term capital needs or fixed asset financing choose a fixed rate term loan with a 5-year repayment term.
- **SBW Business Express Line of Credit** – For recurring needs, like seasonal inventory build-up, choose an adjustable-rate line of credit with a 5-year draw period followed by a 5-year repayment period.

Section 6

ASSESSMENT AREA MAP & GEOGRAPHIES

SBW Assessment Area Map – Acworth, Langdon, Unity, Charlestown, Claremont



Map Legend

- Cities > 499,999
- Cities 200,000-499,999
- Cities 100,000-199,999
- Cities 50,000-99,999
- Cities 25,000-49,999
- Cities 10,000-24,999
- Cities < 10,000

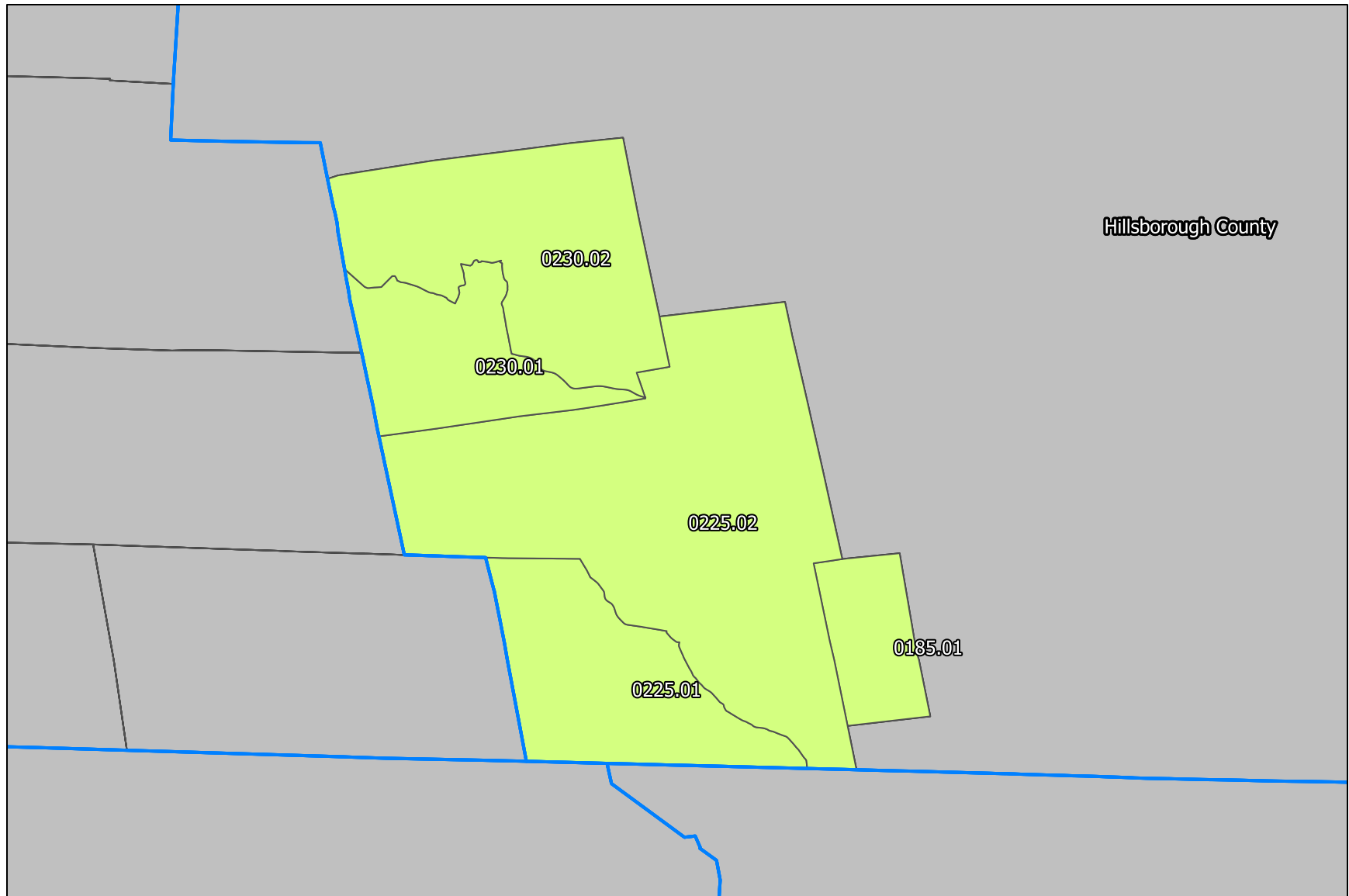
□ Counties

■ States

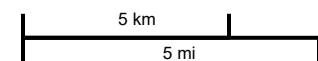
Census Tracts (Inside) - Tract Income ...

- 0 - Income Not Available
- 1 - Low Income
- 2 - Moderate Income
- 3 - Middle Income
- 4 - Upper Income

SBW Assessment Area Map – Peterborough, Sharon, Temple, New Ipswich, Greenville



Hillsborough County



Map Legend

- Cities > 499,999
- Cities 200,000-499,999
- Cities 100,000-199,999
- Cities 50,000-99,999
- Cities 25,000-49,999
- Cities 10,000-24,999
- Cities < 10,000

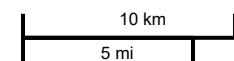
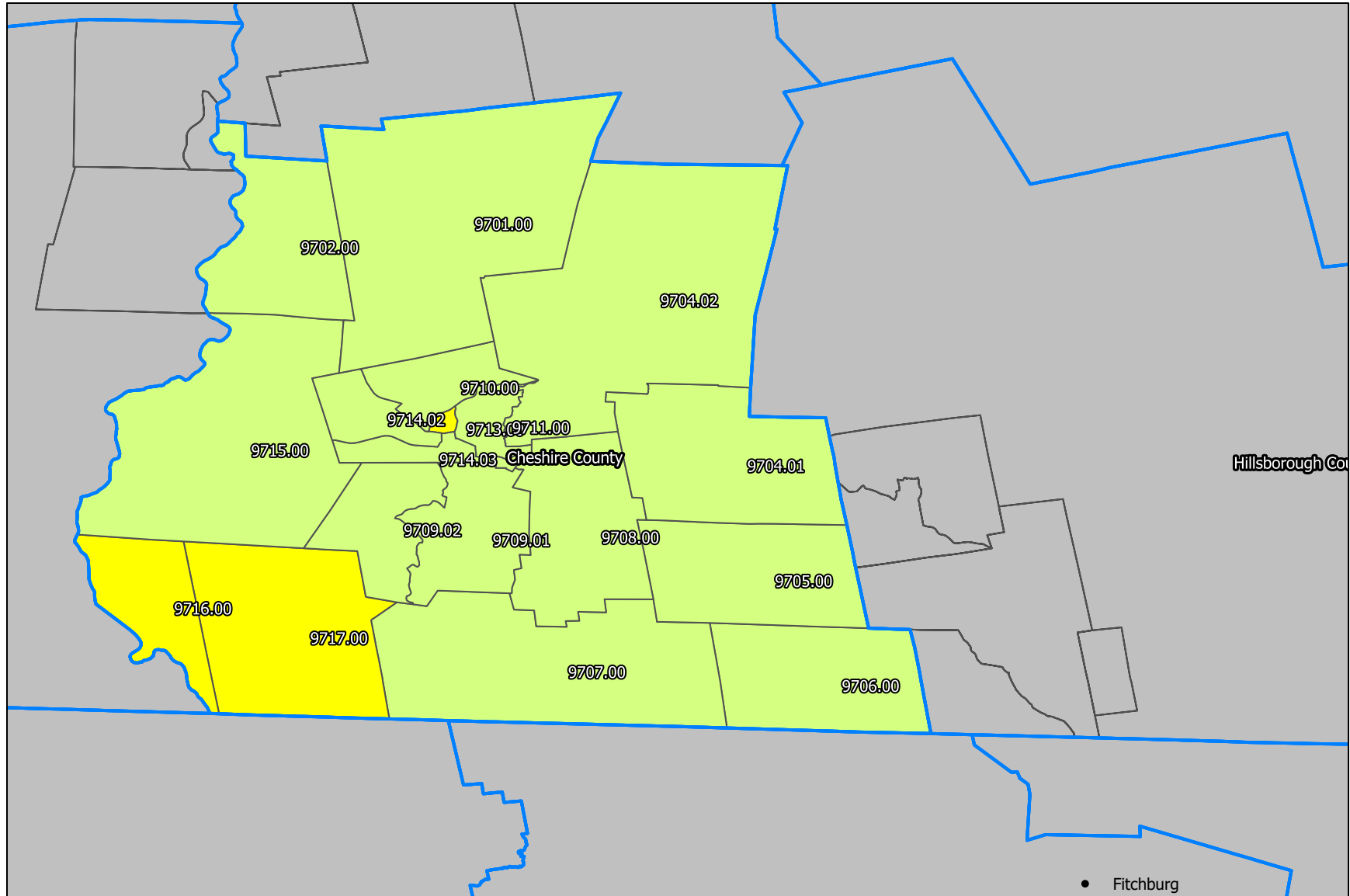
□ Counties

■ States

Census Tracts (Inside) - Tract Income ...

- 0 - Income Not Available
- 1 - Low Income
- 2 - Moderate Income
- 3 - Middle Income
- 4 - Upper Income

SBW Assessment Area Map – Alstead, Gilsum, Marlow, Surry, Walpole, Dublin, Harrisville, Nelson, Stoddard, Sullivan, Roxbury, Jaffrey, Rindge, Fitzwilliam, Richmond, Marlborough, Troy, Swanzey, West Swanzey Keene, Chesterfield, Westmoreland, Hinsdale, Winchester



Map Legend

- Cities > 499,999
- Cities 200,000-499,999
- Cities 100,000-199,999
- Cities 50,000-99,999
- Cities 25,000-49,999
- Cities 10,000-24,999
- Cities < 10,000

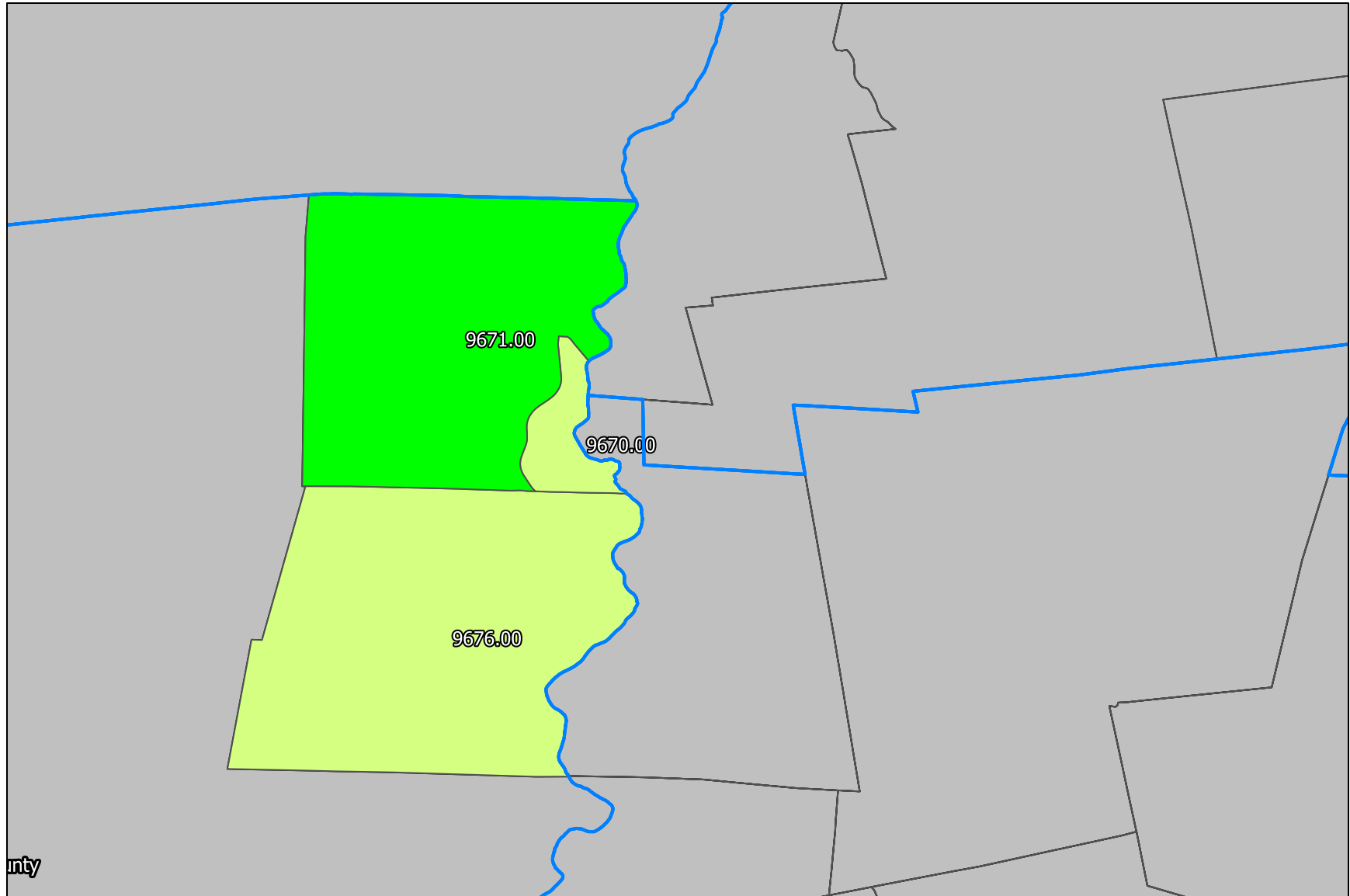
□ Counties

■ States

Census Tracts (Inside) - Tract Income ...

- 0 - Income Not Available
- 1 - Low Income
- 2 - Moderate Income
- 3 - Middle Income
- 4 - Upper Income

SBW Assessment Area Map – Saxtons River, Bellows Falls, Rockingham, Westminster



Map Legend

- Cities > 499,999
- Cities 200,000-499,999
- Cities 100,000-199,999
- Cities 50,000-99,999
- Cities 25,000-49,999
- Cities 10,000-24,999
- Cities < 10,000

□ Counties

■ States

Census Tracts (Inside) - Tract Income ...

- 0 - Income Not Available
- 1 - Low Income
- 2 - Moderate Income
- 3 - Middle Income
- 4 - Upper Income

Section 7

HMDA DISCLOSURE STATEMENT NOTICE

*SBW is not a HMDA reporter therefore we do not have any information provided in this section.

Section 8

LTD RATIOS

Year	Quarter	Net Loans/Leases # (000)	Total Deposits # (000)	Loan to Deposit Ratio
2023	Dec - 23	\$581,874.00	\$660,214.00	88.13%
	Sep - 23	\$585,877.00	\$660,381.00	88.72%
	June - 23	\$581,110.00	\$664,243.00	87.48%
	Mar - 23	\$552,801.00	\$652,422.00	84.73%
2022	Dec - 22	\$545,923.00	\$654,989.00	83.35%
	Sep - 22	\$539,539.00	\$659,450.00	81.82%
	June - 22	\$507,226.00	\$640,669.00	79.17%
	Mar - 22	\$480,899.00	\$625,612.00	76.87%
2021	Dec - 21	\$468,390.00	\$613,681.00	76.32%
	Sep - 21	\$451,220.00	\$576,373.00	78.29%
	June - 21	\$438,925.00	\$564,851.00	77.71%
	Mar - 21	\$406,489.00	\$555,737.00	73.14%

Section 9

OTHER INFORMATION

Interest on Lawyers Trust Accounts (IOLTA)

The Bank also services “Interest on Lawyers Trust Accounts” (IOLTA). Interest paid on these accounts is used to assist communities statewide with educational programs, direct legal services, and charitable projects. By funding legal aid organizations, more than 25,000 residents receive free or low-cost civil legal services every year in New Hampshire. As of December 31, 2023 the bank currently maintained 10 IOLTA accounts with varying balances throughout the year.

Savings Bank of Walpole IOLTA

Year	<u>2021</u>	<u>2022</u>	<u>2023</u>
Year End Int	\$515.61	547.23	865.53
# of Accts End of Year	11	11	10
# of Accts No Int Earned	0	0	0