

SOUTH ATLANTIC BANCSHARES, INC. TAKE STOCK

FIRST QUARTER 2021 REVIEW

The first quarter of 2021 was significant for our Company as we grew to more than \$1 billion in total assets, achieved record earnings, and opened our eleventh branch location.

As the COVID-19 pandemic passes the one-year mark we are seeing travel restrictions lifted and businesses in our footprint beginning their recovery. We have seen strong demand for the Small Business Administration's Paycheck Protection Program ("PPP") loans and continue to assist businesses with their loan needs. We have been able to respond quickly to help our community which has provided the opportunity to serve existing customers and attract new customers to the bank. Our branches are open and our teams are working diligently to provide banking services to our communities.

Please refer to our First Quarter Earnings Release for detailed information regarding first quarter financial performance. The release can be found on our Investor Relations page at <https://southatlantic.bank/about-us/investor-relations>.

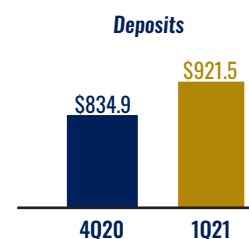
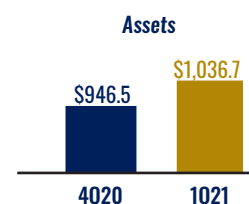
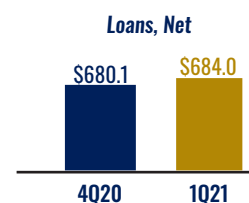
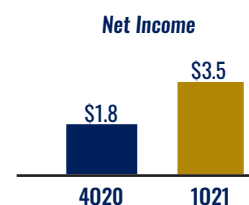


Chart data in millions.

Billion Dollar Milestone Achieved

South Atlantic Bank crossed \$1 billion in asset size in the first quarter 2021. In announcing this accomplishment, K. Wayne Wicker, chairman and of the board and chief executive officer of South Atlantic Bank, said, "Reaching this major milestone is a testament to the dedication of our team and our on-going commitment to our customers' success. I am proud we have achieved this goal together. Our steady growth over the past 13 years has been deliberate, and we will continue our expansion within existing and new markets while supporting the communities we serve," he said.

We see significant opportunity for growth in our markets and the ability to grow our existing deposit base. New technology and accompanied employee training will lead to expanding relationships and customer satisfaction. The culture of our bank is a driving force behind our success, and we will continue to develop our franchise while maintaining our core values.



New Hilton Head Office Now Open. Our new office at 81 Main Street in Hilton Head Island opened in February. We have a great team in place with well-known, experienced bankers who have served the Hilton Head market for decades. We are excited about the opportunities this market presents as we expand our coastal footprint.

Annual Meeting Held

South Atlantic Bancshares, Inc. hosted its Annual Meeting of Shareholders on April 20 at its Towne Centre office. At the meeting, James Carson Benton, Jr., Richard N. Burch, Albert A. Springs, IV, and Jack L. Springs, Jr. were re-elected to the Company's board of directors for three-year terms.

The Annual Meeting Presentation which includes a review of the Company's 2020 accomplishments, first quarter 2021 results, and plans for 2021 is available on the Investor Relations page of the southatlantic.bank website.



South Atlantic Bancshares, Inc. (OTCQX: SABK) is a registered bank holding company based in Myrtle Beach, South Carolina with \$1 billion in total assets. The Company's banking subsidiary, South Atlantic Bank, is a full-service financial institution spanning the entire coastal area of South Carolina. The Bank operates eleven offices in Myrtle Beach, Carolina Forest, North Myrtle Beach, Murrells Inlet, Pawleys Island, Georgetown, Mount Pleasant, Charleston, Bluffton, and Hilton Head Island, South Carolina. The Bank specializes in providing personalized community banking services to individuals, small businesses and corporations. Services include a full range of consumer and commercial banking products, including treasury management and South Atlantic Bank goMobile, the Bank's mobile banking app. For additional information, visit www.SouthAtlantic.bank.

Registrar and Transfer Agent ♦ Broadridge Shareholder Services...P.O. Box 1342...Brentwood, NY 11717-0718...shareholder@broadridge.com...303.562.9275 or 888.789.860

Take Stock is published quarterly for the shareholders and friends of South Atlantic Bancshares, Inc.

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Address Changes and Additions | To update the U.S. mail and e-mail addresses on file with us, e-mail us at investorrelations@southatlantic.bank or visit the investor relations area of our website. Your information will be updated upon receipt.

Cautionary Statement Regarding Forward-Looking Statements ♦ This document contains certain statements about future events that constitute forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995, including, without limitation, statements with references to a future period or statements preceded by, followed by, or that include the words "may," "could," "should," "would," "believe," "anticipate," "estimate," "expect," "intend," "plan," "project," "outlook," or similar terms or expressions. These statements are subject to significant risks and uncertainties that may change based on various factors (many of which are beyond the Company's control) which may cause the actual results, performance, and achievements of the Company to be materially different from the anticipated future results, performance, or achievements expressed in, or implied by, the forward-looking statements. The Company can give no assurance that the results contemplated in the forward-looking statements will be realized. The inclusion of this forward-looking information should not be construed as a representation by the Company or any person that the future events, plans, or expectations contemplated by the Company will be achieved and readers are cautioned not to place undue reliance on the forward-looking statements contained in this document. Any forward-looking statements contained in this document are made as of the date hereof, and the Company does not undertake any obligation to update any forward-looking statement to reflect circumstances or events that occur after the date the forward-looking statements are made, except as required by law.

Information contained herein is unaudited, other than information as of December 31, 2020. Please see the consolidated financial statements of the Company and the Bank as of and for the fiscal year ended December 31, 2020, as contained in the Company's 2020 Annual Report located on the Company's website.