



November 1, 2021

Welcome to the Shore United Bank family.

Dear Valued Customer:

On March 3, 2021, we announced that Severn Bank, headquartered in Annapolis, Maryland, entered into a merger agreement with Shore United Bank, headquartered in Easton, Maryland. We are pleased to inform you that the merger of Severn Bank with and into Shore United Bank was consummated today. Also, prior to the consummation of the merger, Shore United Bank completed its conversion to a national banking association, Shore United Bank, N.A.

It will take additional time to transition the Severn branches, products, and services to Shore United Bank. Over the next few months, we will be working together to ensure a smooth transition. On or about February 22, 2022, we expect to transfer Severn Bank accounts and loans to Shore United Bank.

We are now Shore United bank pursuant to the merger. However, your Severn Bank branch will continue to largely operate under the Severn Bank name until February 22, 2022. Effective today, any agreement, disclosure, form or instrument naming Severn Bank as a party, constitutes a valid and binding obligation with Shore United Bank even though the documents reference Severn Bank. The documents shall be read with Shore United Bank in place of Severn Bank. The terms and conditions of any agreement, disclosure, form or instrument shall remain in effect unless modified or amended in accordance with any such provision contained therein.

At this time, there is nothing you need to do. Over the next few months, you will receive further information from Shore United Bank, including a comprehensive guide that will provide you with information about how this merger affects you and your accounts and steps you may need to take to help ensure a smooth transition. Please watch for these important communications and give them the necessary attention. Beginning on or about February 22, 2022, you will benefit by having access to 22 additional locations in Maryland, Delaware and Virginia, while also receiving community banking services on a larger scale. Together our combined team will continue to deliver the exceptional service you have come to expect.

After conducting an extensive search looking for the right partner with which to combine and continue the tradition of exceptional service and high standard of community commitment, Severn Bank found Shore United Bank. Shore United Bank and Severn Bank have shared the same vision and values by investing into the communities we have served. Shore United Bank is a full-service community bank, with a rich history dating back to 1876. We also offer digital banking services with the personal touch you expect from a community bank and we are built around the character of our people. Shore United Bank is committed to the success of our clients and communities.

Severn Bank has been privileged to serve you and our combined team now together at Shore United Bank is confident that we will continue the community banking tradition to support you and our expanded communities. Everyone at Shore United Bank remains committed to making the transition as easy as possible for our customers and please know that our team of dedicated employees is here to assist you along the way. Thank you for your continued loyalty and trust.

Sincerely,

A handwritten signature in blue ink that reads "Scott Beatty, Jr." in a cursive style.

Lloyd L. "Scott" Beatty, Jr.
President and CEO
Shore United Bank

A handwritten signature in blue ink that reads "Alan J. Hyatt" in a cursive style.

Alan J. Hyatt
President and CEO
Severn Bank