

SECURITY FEDERAL CORPORATION
P.O. Box 810
Aiken, South Carolina 29802

SUPPLEMENT TO PROXY STATEMENT
FOR THE ANNUAL MEETING OF SHAREHOLDERS
TO BE HELD ON MAY 7, 2026

The Board of Directors (the “Board”) of Security Federal Corporation, a South Carolina corporation (“Security Federal”), is making this Proxy Statement Supplement available to Security Federal’s shareholders in connection with the solicitation by the Board of proxies to be voted at Security Federal’s 2026 Annual Meeting of Shareholders to be held on May 7, 2026. The information in this Proxy Statement Supplement modifies and supplements some of the information included in our Proxy Statement for the Annual Meeting (the “Proxy Statement”).

Frank M. Thomas, Jr., a nominee for re-election to the Board, died unexpectedly on Tuesday, April 6, 2026. As a result, he is no longer included in the group of nominees standing for re-election. The Board does not plan to nominate a substitute candidate to stand for election as a director of Security Federal to fill this vacancy at the Annual Meeting. Instead, the Board intends to reduce its size to eliminate the vacancy created by Mr. Thomas’s passing.

Mr. Thomas began his banking career with Security Federal Bank (the “Bank”) in 1994 as a Business Development Officer. He served in positions of increasing responsibility, including Senior Vice President of Commercial Lending, Senior Vice President and Aiken Area Executive, Executive Vice President and finally, President of the Bank from 2011 until his retirement in 2014. He was elected to the Boards of Directors of Security Federal and the Bank in 2008.

Chris Verenes, Chief Executive Officer of Security Federal and Chief Executive Officer and Chairman of the Bank remarked, “We are deeply saddened by Frank’s passing. He was an invaluable member of the Bank. This was evidenced by his increasing level of responsibility at the Bank, along with his active leadership roles in community organizations. He was respected and admired by everyone who knew him. His friendship, knowledge and expertise will be missed.”

The other agenda items presented in the Proxy Statement are not affected by this Proxy Statement Supplement.