



STATEMENTS OF FINANCIAL CONDITION

JUNE 30, 2016

(Unaudited)

ASSETS

Cash and Due from Banks	2,681,315
Interest-Bearing Deposits at Other Banks	86,773,159
TOTAL CASH AND CASH EQUIVALENTS	<u>89,454,474</u>
Resell Agreements	7,873,061
Investment Securites Held to Maturity	7,211,027
Investment Securites Available for Sale	27,466,978
Loans Held for Sale	11,443,491
Loan Receivable, Net	665,460,711
Federal Home Loan and Other Bank Stock, at Cost	3,764,500
Premises and Equipment	1,212,183
Deferred Taxes	6,026,603
Accrued Interest and Other Assets	7,557,602
TOTAL ASSETS	<u><u>\$ 827,470,630</u></u>

LIABILITIES AND SHAREHOLDERS' EQUITY

Deposits:	
Noninterest-Bearing Demand	\$ 115,724,221
Interest Checking, Money Market, NOW and Savings	454,050,843
Time Deposits	130,284,386
TOTAL DEPOSITS	<u>700,059,449</u>
Federal Home Loan Bank Borrowings	26,000,000
Accrued Interest and Other Liabilities	4,534,612
TOTAL LIABILITIES	<u>730,594,061</u>
Shareholders' Equity:	
Preferred Stock 10,000,000 Shares Authorized, None Outstanding	-
Common Stock No Par Value; 25,000,000 Shares Authorized;	
Issued and Outstanding: 6,831,627	82,205,636
Additional Paid-in Capital	5,555,861
Retained Earnings	9,074,684
Accumulated Other Comprehensive Loss - Net	
Unrealized Gain on Securities	40,388
TOTAL SHAREHOLDERS' EQUITY	<u>96,876,568</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u><u>\$ 827,470,630</u></u>



STATEMENTS OF INCOME
FOR THE SIX MONTHS ENDED JUNE 30, 2016
(Unaudited)

INTEREST INCOME		
Interest and Fees on Loans		\$ 17,557,123
Interest on Investment Securities		478,273
Resell Agreements		27,858
Other Interest Income		363,541
	TOTAL INTEREST INCOME	<u>18,426,795</u>
INTEREST EXPENSE		
Interest on Interest Checking, Savings, NOW and MMDA Accts		2,069,541
Interest on Time Deposits		851,212
Interest on Borrowings		96,419
	TOTAL INTEREST EXPENSE	<u>3,017,171</u>
	NET INTEREST INCOME	15,409,624
Provision for Loan Losses		<u>1,480,000</u>
	NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	13,929,624
NONINTEREST INCOME		
Service Charges, Fees and Other Income		590,457
Gain on Sale of Loans		1,394,546
Bank Enterprise Award		265,496
		<u>2,250,499</u>
NONINTEREST EXPENSE		
Salaries and Employee Benefits		6,411,145
Occupancy Expenses		976,282
Professional Fees		467,261
Other Expenses		2,154,988
		<u>10,009,676</u>
	INCOME BEFORE INCOME TAXES	6,170,447
Income Taxes		2,545,900
	NET INCOME	<u>\$ 3,624,547</u>
	Basic Earnings per Common Share	<u>\$ 0.52</u>
	Diluted Earnings per Common Share	<u>\$ 0.51</u>
	Weighted-Average Shares Outstanding Used in Basic EPS	6,995,702
	Dilutive Effect of Outstanding Stock Options and Restricted Shares	134,029
	Used in Dilutive EPS	<u>7,129,731</u>

Note: The Bank declared a 4% stock dividend in May 2016. The per share data in the statements of income have been adjusted to give effect to this dividend.