

Standard Financial Corp.
Consolidated Statements of Financial Condition
(Dollars in thousands except share and per share data)

	December 31, 2016 (Unaudited)	September 30, 2016
ASSETS		
Cash on hand and due from banks	\$ 1,924	\$ 1,786
Interest-earning deposits in other institutions	8,596	16,375
Cash and Cash Equivalents	10,520	18,161
Certificates of deposit	500	500
Investment securities available for sale	42,948	44,250
Mortgage-backed securities available for sale	17,733	19,653
Federal Home Loan Bank stock, at cost	3,171	3,161
Loans receivable, net of allowance for loan losses of \$3,837 and \$3,800	381,532	378,080
Loans held for Sale	-	234
Foreclosed real estate	251	281
Office properties and equipment, net	3,209	3,155
Bank-owned life insurance	15,044	14,946
Goodwill	8,769	8,769
Accrued interest receivable and other assets	4,319	4,029
TOTAL ASSETS	\$ 487,996	\$ 495,219
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities		
Deposits:		
Demand, savings and club accounts	\$ 224,630	\$ 231,378
Certificate accounts	137,557	137,256
Total Deposits	362,187	368,634
Federal Home Loan Bank advances	47,668	48,856
Securities sold under agreements to repurchase	2,342	1,964
Advance deposits by borrowers for taxes and insurance	28	10
Accrued interest payable and other liabilities	2,781	2,743
TOTAL LIABILITIES	415,006	422,207
Stockholders' Equity		
Preferred stock, \$0.01 par value per share, 10,000,000 shares authorized, none issued		-
Common stock, \$0.01 par value per share, 40,000,000 shares authorized, 2,606,725 and 2,585,125 shares outstanding, respectively	26	26
Additional paid-in-capital	16,626	16,071
Retained earnings	59,107	58,810
Unearned Employee Stock Ownership Plan (ESOP) shares	(1,992)	(2,031)
Accumulated other comprehensive income	(777)	136
TOTAL STOCKHOLDERS' EQUITY	72,990	73,012
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 487,996	\$ 495,219

Standard Financial Corp.
Consolidated Statements of Income
(Dollars in thousands except share and per share data)
(Unaudited)

	Three Months Ended December 31,	
	2016	2015
Interest and Dividend Income		
Loans, including fees	\$ 3,726	\$ 3,553
Mortgage-backed securities	80	133
Investment securities:		
Taxable	72	98
Tax-exempt	209	222
Interest-earning deposits and federal funds sold	10	1
Total Interest and Dividend Income	<u>4,097</u>	<u>4,007</u>
Interest Expense		
Deposits	678	627
Federal Home Loan Bank advances	201	204
Securities sold under agreements to repurchase	-	1
Total Interest Expense	<u>879</u>	<u>832</u>
Net Interest Income	3,218	3,175
Provision for Loan Losses	<u>40</u>	<u>-</u>
Net Interest Income after Provision for Loan Losses	<u>3,178</u>	<u>3,175</u>
Noninterest Income		
Service charges	403	414
Earnings on bank-owned life insurance	124	122
Net securities (loss) gains	33	(2)
Net loan sale gains	37	19
Annuity and mutual fund fees	56	49
Other income	47	50
Total Noninterest Income	<u>700</u>	<u>652</u>
Noninterest Expenses		
Compensation and employee benefits	1,586	1,660
Data processing	117	112
Premises and occupancy costs	317	293
Core deposit amortization	-	15
Automatic teller machine expense	90	82
Federal deposit insurance	39	57
Other operating expenses	469	370
Merger related expenses	307	-
Total Noninterest Expenses	<u>2,925</u>	<u>2,589</u>
Income before Income Tax Expense	953	1,238
Income Tax Expense	<u>394</u>	<u>372</u>
Net Income	<u>\$ 559</u>	<u>\$ 866</u>
Basic earnings per common share	<u>\$ 0.23</u>	<u>\$ 0.34</u>
Diluted earnings per common share	<u>\$ 0.23</u>	<u>\$ 0.33</u>
Cash dividends paid per common share	<u>\$ 0.110</u>	<u>\$ 0.085</u>
Basic weighted average shares outstanding	<u>2,393,328</u>	<u>2,547,021</u>
Diluted weighted average shares outstanding	<u>2,470,797</u>	<u>2,642,299</u>

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(Unaudited)

	<u>Quarter Ended 12/31/16</u>
Cash Flows from Operating Activities	
Net income	\$ 559
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation and amortization	115
Provision for loan losses	40
Net gain on securities	(33)
Origination of loans held for sale	(2,215)
Proceeds from sale of loans held for sale	2,486
Net loan sale gains	(37)
Compensation expense on ESOP	86
Compensation expense on stock awards	112
Deferred income taxes	(33)
Increase in accrued interest receivable and other assets	213
Earnings on bank-owned life insurance	(124)
Decrease in accrued interest payable and other liabilities	38
Other, net	33
Net Cash Provided by Operating Activities	<u>1,240</u>
Cash Flows (Used in) Provided by Investing Activities	
Net increase in loans receivable	(3,492)
Purchases of investment securities	(844)
Proceeds from maturities/principal repayments/calls of investment securities	948
Proceeds from maturities/principal repayments of mortgage-backed securities	1,553
Proceeds from sales of investment securities	154
Purchases of certificates of deposit	-
Maturities of certificates of deposit	-
Purchase of Federal Home Loan Bank stock	(85)
Redemption of Federal Home Loan Bank stock	75
Proceeds from sales of foreclosed real estate	22
Net purchases of office properties and equipment	(108)
Net Cash Used in Investing Activities	<u>(1,777)</u>
Cash Flows Provided by (Used in) Financing Activities	
Net decrease in demand, savings and club accounts	(6,748)
Net increase in certificate accounts	301
Net increase in securities sold under agreements to repurchase	378
Repayments of Federal Home Loan Bank advances	(1,187)
Proceeds from Federal Home Loan Bank advances	-
Exercise of stock options	396
Increase in advance deposits by borrowers for taxes and insurance	18
Dividends paid	(262)
Net Cash Used in Financing Activities	<u>(7,104)</u>
Net Decrease in Cash and Cash Equivalents	<u>(7,641)</u>
Cash and Cash Equivalents - Beginning	18,161
Cash and Cash Equivalents - Ending	<u>\$ 10,520</u>

Standard Financial Corp.
Consolidated Statement of Changes in Stockholders' Equity
(Dollars in thousands except share and per share data)
(Unaudited)

	Common Stock	Additional Paid-In Capital	Retained Earnings	Unearned ESOP Shares	Accumulated Other Comprehensive Income	Total Stockholders' Equity
Balance, September 30, 2016	\$ 26	\$ 16,071	\$ 58,810	\$ (2,031)	\$ 136	\$ 73,012
Net income	-	-	559	-	-	559
Other comprehensive loss	-	-	-	-	(913)	(913)
Cash dividends (\$0.11 per share)	-	-	(262)	-	-	(262)
Stock options exercised		396	-	-	-	396
Compensation expense on stock awards	-	112	-	-	-	112
Compensation expense on ESOP	-	47	-	39	-	86
Balance, December 31, 2016	<u>\$ 26</u>	<u>\$ 16,626</u>	<u>\$ 59,107</u>	<u>\$ (1,992)</u>	<u>\$ (777)</u>	<u>\$ 72,990</u>

Standard Financial Corp.
Stock Repurchases During the Current Quarter
(Unaudited)

<u>Period</u>	Total Number of Shares Purchased	Average Price Paid Per Share	Total Number of Shares Purchased as Part of Publicly Announced Plans or Programs	Maximum number of Shares That May Yet Be Purchased Under the Plans or Programs
October 1-31, 2016	-	\$ -	-	134,797
November 1-30, 2016	-	\$ -	-	
December 1-31, 2016	-	\$ -	-	
Total	-	\$ -	-	

Standard Financial Corp.
Average Balance and Yield Table
(Dollars in thousands)
(Unaudited)

For the Three Months Ended December 31,

	2016			2015		
	Average Outstanding Balance	Interest	Yield/ Rate	Average Outstanding Balance	Interest	Yield/ Rate
Interest-earning assets:						
Loans	\$ 382,186	\$ 3,726	3.90%	\$ 354,775	\$ 3,553	4.01%
Investment and mortgage-backed securities	62,406	361	2.31%	69,187	453	2.62%
Interest earning deposits	<u>12,180</u>	<u>10</u>	0.33%	<u>8,786</u>	<u>1</u>	0.05%
Total interest-earning assets	456,772	<u>4,097</u>	3.59%	432,748	<u>4,007</u>	3.70%
Noninterest-earning assets	<u>34,212</u>			<u>32,412</u>		
Total assets	<u>\$ 490,984</u>			<u>\$ 465,160</u>		
Interest-bearing liabilities:						
Savings accounts	\$ 101,495	37	0.15%	\$ 104,805	37	0.14%
Certificates of deposit	137,863	593	1.72%	123,927	568	1.83%
Money market accounts	27,866	23	0.33%	8,907	2	0.09%
Demand and NOW accounts	<u>75,699</u>	<u>25</u>	0.13%	<u>66,054</u>	<u>20</u>	0.12%
Total deposits	342,923	678	0.79%	303,693	627	0.83%
Federal Home Loan Bank advances	48,288	200	1.66%	58,680	204	1.39%
Securities sold under agreements to repurchase	<u>1,949</u>	<u>1</u>	0.21%	<u>1,657</u>	<u>1</u>	0.24%
Total interest-bearing liabilities	393,160	<u>879</u>	0.89%	364,030	<u>832</u>	0.91%
Noninterest-bearing deposits	22,185			22,939		
Noninterest-bearing liabilities	<u>2,601</u>			<u>3,334</u>		
Total liabilities	417,946			390,303		
Stockholders' equity	<u>73,038</u>			<u>74,857</u>		
Total liabilities and stockholders' equity	<u>\$ 490,984</u>			<u>\$ 465,160</u>		
Net interest income		<u>\$ 3,218</u>			<u>\$ 3,175</u>	
Net interest rate spread ⁽¹⁾			2.69%			2.79%
Net interest-earning assets ⁽²⁾	<u>\$ 63,612</u>			<u>\$ 68,718</u>		
Net interest margin ⁽³⁾			2.82%			2.93%
Average interest-earning assets to interest-bearing liabilities	116.18%			118.88%		

(1) Net interest rate spread represents the difference between the yield on average interest-earning assets and the cost of average interest-bearing liabilities.

(2) Net interest-earning assets represents total interest-earning assets less total interest-bearing liabilities.

(3) Net interest margin represents net interest income divided by average total interest-earning assets.

Standard Financial Corp.
Investment Securities
(Dollars in thousands)
(Unaudited)

	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
December 31, 2016:				
U.S. government and agency obligations due:				
Beyond 1 year but within 5 years	\$ 9,000		(66)	8,934
Corporate bonds due:				
Beyond 1 year but within 5 years	2,028		(18)	2,010
Beyond 5 years but within 10 years	506	9		515
Municipal obligations due:				
Beyond 1 year but within 5 years	7,942	441	(7)	8,376
Beyond 5 years but within 10 years	11,739	24	(213)	11,550
Beyond 10 years	9,756	11	(367)	9,400
Equity securities	<u>2,050</u>	<u>234</u>	<u>(121)</u>	<u>2,163</u>
	<u>\$ 43,021</u>	<u>719</u>	<u>(792)</u>	<u>42,948</u>
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
September 30, 2016:				
U.S. government and agency obligations due:				
Beyond 1 year but within 5 years	\$ 10,000	\$ 32	\$ (5)	\$ 10,027
Corporate bonds due:				
Beyond 1 year but within 5 years	2,032	-	(7)	2,025
Beyond 5 years but within 10 years	507	2	-	509
Municipal obligations due:				
1 year or less	978	12	-	990
Beyond 1 year but within 5 years	3,784	294	-	4,078
Beyond 5 years but within 10 years	12,144	417	-	12,561
Beyond 10 years	11,769	185	(38)	11,916
Equity securities	<u>2,052</u>	<u>207</u>	<u>(115)</u>	<u>2,144</u>
	<u>\$ 43,266</u>	<u>\$ 1,149</u>	<u>\$ (165)</u>	<u>\$ 44,250</u>

Standard Financial Corp.
Mortgage-Backed Securities
(Dollars in thousands)
(Unaudited)

	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
December 31, 2016:				
Government pass-throughs:				
Ginnie Mae	\$ 5,129	18	(54)	5,093
Fannie Mae	5,403	93	(18)	5,478
Freddie Mac	5,520	21	(20)	5,521
Private pass-throughs	85			85
Collateralized mortgage obligations	<u>1,571</u>	<u>1</u>	<u>(16)</u>	<u>1,556</u>
	\$ <u><u>17,708</u></u>	\$ <u><u>133</u></u>	\$ <u><u>(108)</u></u>	\$ <u><u>17,733</u></u>
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
September 30, 2016:				
Government pass-throughs:				
Ginnie Mae	\$ 5,695	\$ 37	\$ (17)	\$ 5,715
Fannie Mae	5,806	211	-	6,017
Freddie Mac	6,051	113	-	6,164
Private pass-throughs	87	-	-	87
Collateralized mortgage obligations	<u>1,663</u>	<u>\$ 9</u>	<u>\$ (2)</u>	<u>\$ 1,670</u>
	\$ <u><u>19,302</u></u>	\$ <u><u>370</u></u>	\$ <u><u>(19)</u></u>	\$ <u><u>19,653</u></u>

Standard Financial Corp.
Loans Receivable
(Dollars in thousands)
(Unaudited)

	Real Estate Loans					Total
	One-to-four- family Residential and Construction	Commercial Real Estate	Home Equity Loans and Lines of Credit	Commercial	Other Loans	
December 31, 2016:						
Collectively evaluated for impairment	\$ 174,740	\$ 116,229	\$ 77,913	\$ 15,505	\$ 520	\$ 384,907
Individually evaluated for impairment	-	462	-	-	-	462
Total loans before allowance for loan losses	<u>\$ 174,740</u>	<u>\$ 116,691</u>	<u>\$ 77,913</u>	<u>\$ 15,505</u>	<u>\$ 520</u>	<u>\$ 385,369</u>
September 30, 2016:						
Collectively evaluated for impairment	\$ 167,512	\$ 119,412	\$ 79,157	\$ 14,779	\$ 553	\$ 381,413
Individually evaluated for impairment	-	467	-	-	-	467
Total loans before allowance for loan losses	<u>\$ 167,512</u>	<u>\$ 119,879</u>	<u>\$ 79,157</u>	<u>\$ 14,779</u>	<u>\$ 553</u>	<u>\$ 381,880</u>

Standard Financial Corp.
Impaired Loans
(Dollars in thousands)
(Unaudited)

	Impaired Loans With Allowance		Impaired Loans Without Allowance	Total Impaired Loans	
	Recorded <u>Investment</u>	Related <u>Allowance</u>	Recorded <u>Investment</u>	Recorded <u>Investment</u>	Unpaid Principal <u>Balance</u>
December 31, 2016:					
Commercial real estate	\$ -	\$ -	\$ 462	\$ 462	\$ 462
Commercial	-	-	-	-	-
Total impaired loans	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 462</u>	<u>\$ 462</u>	<u>\$ 462</u>
September 30, 2016:					
Commercial real estate	\$ -	\$ -	\$ 467	\$ 467	\$ 467
Commercial	-	-	-	-	-
Total impaired loans	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 467</u>	<u>\$ 467</u>	<u>\$ 467</u>

Standard Financial Corp.
Classified Loans
(Dollars in thousands)
(Unaudited)

	<u>Pass</u>	<u>Special Mention</u>	<u>Substandard</u>	<u>Doubtful</u>	<u>Total</u>
December 31, 2016:					
First mortgage loans:					
One-to-four-family residential and construction	\$ 174,196	\$ -	\$ 544	\$ -	\$ 174,740
Commercial real estate	116,229	-	462	-	116,691
Home equity loans and lines of credit	77,812	-	101	-	77,913
Commercial loans	15,505	-	-	-	15,505
Other loans	<u>512</u>	<u>-</u>	<u>8</u>	<u>-</u>	<u>520</u>
Total	<u>\$ 384,254</u>	<u>\$ -</u>	<u>\$ 1,115</u>	<u>\$ -</u>	<u>\$ 385,369</u>

September 30, 2016:					
First mortgage loans:					
One-to-four-family residential and construction	\$ 166,996	\$ -	\$ 516	\$ -	\$ 167,512
Commercial real estate	119,412	-	467	-	119,879
Home equity loans and lines of credit	79,084	-	73	-	79,157
Commercial loans	14,779	-	-	-	14,779
Other loans	<u>553</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>553</u>
Total	<u>\$ 380,824</u>	<u>\$ -</u>	<u>\$ 1,056</u>	<u>\$ -</u>	<u>\$ 381,880</u>

Standard Financial Corp.
Delinquent Loans
(Dollars in thousands)
(Unaudited)

	<u>Current</u>	<u>30-59 Days Past Due</u>	<u>60-89 Days Past Due</u>	<u>Non-Accrual (90 Days+)</u>	<u>90 Days Past Due & Accruing</u>	<u>Total Loans</u>
December 31, 2016:						
First mortgage loans:						
One-to-four-family residential and construction	\$ 173,138	\$ 739	\$ 319	\$ 544	\$ -	\$ 174,740
Commercial real estate	116,478	53	60	100	-	116,691
Home equity loans and lines of credit	77,289	460	63	101	-	77,913
Commercial loans	15,505	-	-	-	-	15,505
Other loans	<u>510</u>	<u>2</u>	<u>-</u>	<u>8</u>	<u>-</u>	<u>520</u>
Total	<u>\$ 382,920</u>	<u>\$ 1,254</u>	<u>\$ 442</u>	<u>\$ 753</u>	<u>\$ -</u>	<u>\$ 385,369</u>
September 30, 2016:						
First mortgage loans:						
One-to-four-family residential and construction	\$ 166,136	\$ 566	\$ 294	\$ 516	\$ -	\$ 167,512
Commercial real estate	119,638	80	61	100	-	119,879
Home equity loans and lines of credit	78,888	115	81	73	-	79,157
Commercial loans	14,779	-	-	-	-	14,779
Other loans	<u>550</u>	<u>3</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>553</u>
Total	<u>\$ 379,991</u>	<u>\$ 764</u>	<u>\$ 436</u>	<u>\$ 689</u>	<u>\$ -</u>	<u>\$ 381,880</u>

Standard Financial Corp.
Allowance for Loan Loss Activity
(Dollars in thousands)
(Unaudited)

	Real Estate Loans					Total
	One-to-four- family Residential and Construction	Commercial Real Estate	Home Equity Loans and Lines of Credit	Commercial	Other Loans	
Allowance for Loan Loss:						
Balance at September 30, 2016	\$ 1,250	\$ 1,786	\$ 547	\$ 211	\$ 6	\$ 3,800
Charge-offs	-	-	-	-	(4)	(4)
Recoveries	-	1	-	-	-	1
Provision	<u>30</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10</u>	<u>40</u>
Balance at December 31, 2016	<u>\$ 1,280</u>	<u>\$ 1,787</u>	<u>\$ 547</u>	<u>\$ 211</u>	<u>\$ 12</u>	<u>\$ 3,837</u>