

**BLACKHAWK BANCORP, INC. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**MARCH 31, 2015 AND DECEMBER 31, 2014**  
**(UNAUDITED)**

<b>Assets</b>	<b>March 31, 2015</b>	<b>December 31, 2014</b>
	(Amounts in thousands, except share and per share data)	
Cash and due from banks	\$ 11,945	\$ 9,847
Interest-bearing deposits in banks and other	14,213	11,744
Total cash and cash equivalents	<u>26,158</u>	<u>21,591</u>
Securities available-for-sale	126,691	129,184
Loans held for sale	1,056	1,537
Federal Home Loan Bank stock, at cost	2,266	2,266
Loans, less allowance for loan losses of \$4,886 and \$4,396 at March 31, 2015 and December 31, 2014, respectively	399,414	391,448
Premises and equipment, net	8,129	8,320
Goodwill	5,037	5,037
Mortgage Servicing rights	2,561	2,640
Cash surrender value of bank-owned life insurance	9,684	9,602
Other assets	9,491	9,848
Total assets	<u>\$ 590,487</u>	<u>\$ 581,473</u>
<b>Liabilities and Stockholders' Equity</b>		
Liabilities		
Deposits:		
Noninterest-bearing	\$ 101,385	\$ 99,068
Interest-bearing	422,225	416,716
Total deposits	<u>523,610</u>	<u>515,784</u>
Subordinated debentures and notes (including \$1,031 at fair value at March 31, 2015 and December 31, 2014)	11,255	11,255
Senior secured term note	9,000	9,000
FHLB advances	-	-
Other liabilities	3,258	3,398
<b>Total liabilities</b>	<u>547,123</u>	<u>539,437</u>
<b>Stockholders' equity</b>		
Preferred stock, \$0.01 par value, 1,000,000 shares authorized; 0 and 10,500 shares issued as of March 31, 2015 and December 31, 2014, respectively	-	-
Common stock, \$0.01 par value, 10,000,000 shares authorized; 2,322,854 and 2,318,496 shares issued as of March 31, 2015 and December 31, 2014, respectively	23	23
Additional paid-in capital	10,013	9,960
Retained earnings	31,912	31,091
Treasury stock, 88,783 and 87,865 shares at cost as of March 31, 2015 and December 31, 2014, respectively	(983)	(969)
Accumulated other comprehensive income (loss)	2,399	1,931
Total stockholders' equity	<u>43,364</u>	<u>42,036</u>
<b>Total liabilities and stockholders' equity</b>	<u>\$ 590,487</u>	<u>\$ 581,473</u>

