

First BancTrust Corporation
Condensed Consolidated Balance Sheets

	September 30, 2015 (unaudited)	December 31, 2014
Assets		
Cash and due from banks	\$ 4,020,515	\$ 3,520,446
Interest-bearing deposits	6,914,436	16,751,503
Federal Funds Sold	380,886	880,237
Cash and cash equivalents	11,315,837	21,152,186
Interest-bearing time deposits in banks	1,245,000	1,245,000
Available-for-sale securities	58,314,210	55,969,830
Held-to-maturity securities (fair value of \$280,716 and \$416,450)	271,159	398,469
Loans held for sale, net of unrealized loss	584,671	221,000
Loans, net of allowance for loan losses of \$4,468,672 and \$4,475,702	344,250,861	326,293,940
Premises and equipment	11,261,773	11,670,537
Federal Home Loan Bank stock	2,610,490	2,610,490
Foreclosed assets held for sale, net	198,460	261,374
Interest receivable	2,464,565	2,450,615
Deferred income taxes	2,128,212	2,059,292
Loan servicing rights	381,338	381,477
Cash surrender value of life insurance	7,943,627	7,743,336
Goodwill	541,474	541,474
Core deposit intangibles	44,133	80,580
Other assets	363,717	671,741
Total assets	\$ 443,919,527	\$ 433,751,341
Liabilities and Stockholders' Equity		
Deposits		
Demand	\$ 32,257,326	\$ 35,113,798
Savings, NOW and money market	141,303,487	138,908,271
Time	169,711,934	166,973,544
Brokered time	12,420,960	6,254,406
Total deposits	355,693,707	347,250,019
Federal Home Loan Bank advances	36,000,000	36,000,000
Junior subordinated debentures	6,186,000	6,186,000
Advances from borrowers for taxes and insurance	154,032	395,367
Interest payable	327,933	330,962
Other	3,438,481	3,046,658
Total liabilities	401,800,153	393,209,006
Stockholders' Equity		
Common stock, \$.01 par value; authorized 5,000,000 shares; 2,114,761 shares Issued; 2,085,116 and 2,114,761 shares outstanding	21,664	21,664
Additional paid-in capital	6,282,944	6,282,944
Retained earnings	36,182,238	34,179,589
Accumulated other comprehensive income	119,531	58,138
Treasury stock, at cost - 21,664 and 0 shares	(487,003)	0
Total stockholders' equity	42,119,374	40,542,335
Total liabilities and stockholders' equity	\$ 443,919,527	\$ 433,751,341

First BancTrust Corporation
Condensed Consolidated Statements of Income
(unaudited)

Three months Ended September 30	2015	2014
Interest and Dividend Income		
Loans		
Taxable	\$ 4,050,582	\$ 4,056,954
Tax exempt	8,292	9,127
Securities		
Taxable	213,511	231,835
Tax exempt	107,980	86,612
Deposits with financial institutions and other	11,009	9,274
Total interest and dividend income	<u>4,391,374</u>	<u>4,393,802</u>
Interest Expense		
Deposits	452,877	409,674
Federal Home Loan Bank advances and other debt	373,108	361,401
Total interest expense	<u>825,985</u>	<u>771,075</u>
Net Interest Income	3,565,389	3,622,727
Provision for loan losses	120,000	205,950
Net Interest Income After Provision for Loan Losses	<u>3,445,389</u>	<u>3,416,777</u>
Noninterest Income		
Customer service fees	158,625	237,498
Other service charges and fees	381,977	392,845
Net gains on loan sales	209,437	128,752
Net realized gains on sales of available-for-sale securities	39,646	-
Net loan servicing fees	100,667	16,464
Brokerage fees	4,574	4,875
Abstract and title fees	110,331	106,313
Increase in cash surrender value of life insurance	67,713	66,899
Other	87,894	69,600
Total noninterest income	<u>1,160,864</u>	<u>1,023,246</u>
Noninterest Expense		
Salaries and employee benefits	1,756,950	1,670,984
Net occupancy expense	254,116	225,972
Equipment expense	261,611	246,241
Data processing fees	293,538	213,724
Professional fees	82,669	78,113
Foreclosed assets expense, net	(11,313)	600
Marketing expense	90,480	78,874
Printing and office supplies	31,647	48,550
Amortization of loan servicing rights	52,368	56,261
FDIC Insurance	68,834	60,052
Other expenses	359,888	340,634
Total noninterest expense	<u>3,240,788</u>	<u>3,020,005</u>
Income Before Income Tax	\$ 1,365,465	\$ 1,420,018
Income tax expense	485,475	514,956
Net Income Available to Common Stockholders	<u>\$ 879,990</u>	<u>\$ 905,062</u>
Basic Earnings Per Share	<u>\$ 0.42</u>	<u>\$ 0.43</u>
Diluted Earnings Per Share	<u>\$ 0.42</u>	<u>\$ 0.43</u>

First BancTrust Corporation
Condensed Consolidated Statements of Income
(unaudited)

Nine months Ended September 30	2015	2014
Interest and Dividend Income		
Loans		
Taxable	\$ 11,885,290	\$ 11,647,666
Tax exempt	25,509	27,990
Securities		
Taxable	646,519	714,298
Tax exempt	306,659	255,698
Deposits with financial institutions and other	42,584	32,933
Total interest and dividend income	<u>12,906,561</u>	<u>12,678,585</u>
Interest Expense		
Deposits	1,300,118	1,183,554
Federal Home Loan Bank advances and other debt	1,103,877	1,071,766
Total interest expense	<u>2,403,995</u>	<u>2,255,320</u>
Net Interest Income	10,502,566	10,423,265
Provision for loan losses	<u>360,000</u>	<u>598,500</u>
Net Interest Income After Provision for Loan Losses	<u>10,142,566</u>	<u>9,824,765</u>
Noninterest Income		
Customer service fees	435,207	628,213
Other service charges and fees	1,067,047	1,055,028
Net gains on loan sales	550,646	324,053
Net realized gains on sales of available-for-sale securities	39,646	-
Net loan servicing fees	304,721	217,182
Brokerage fees	17,159	16,588
Abstract and title fees	310,649	274,461
Increase in cash surrender value of life insurance	200,291	198,562
Other	271,201	180,061
Total noninterest income	<u>3,196,567</u>	<u>2,894,148</u>
Noninterest Expense		
Salaries and employee benefits	5,284,706	4,919,817
Net occupancy expense	766,412	673,843
Equipment expense	759,583	693,483
Data processing fees	881,318	641,360
Professional fees	272,661	254,304
Foreclosed assets expense, net	2,836	36,489
Marketing expense	319,412	254,378
Printing and office supplies	104,857	105,572
Amortization of loan servicing rights	156,879	173,649
FDIC Insurance	195,258	187,590
Other expenses	1,023,175	983,424
Total noninterest expense	<u>9,767,097</u>	<u>8,923,909</u>
Income Before Income Tax	\$ 3,572,036	\$ 3,795,004
Income tax expense	<u>1,247,598</u>	<u>1,360,444</u>
Net Income Available to Common Stockholders	<u>\$ 2,324,438</u>	<u>\$ 2,434,560</u>
Basic Earnings Per Share	<u>\$ 1.11</u>	<u>\$ 1.15</u>
Diluted Earnings Per Share	<u>\$ 1.11</u>	<u>\$ 1.15</u>

First BancTrust Corporation
Condensed Consolidated Statements of Cash Flows
(unaudited)

Nine months ended September 30

2015

Operating Activities

Net income	\$ 2,324,438
Items not requiring (providing) cash	
Depreciation and amortization	729,580
Provision for loan losses	360,000
Loss (gain) on foreclosed assets, net	(22,156)
Other than temporary impairment on foreclosed assets	13,500
Gain on disposition of premises and equipment	(12,700)
Amortization of premiums and discounts on securities, net	330,398
Amortization of loan servicing rights	156,879
Deferred income taxes	(105,409)
Amortization of intangible assets	36,447
Net realized gains on available-for-sale securities	(39,646)
Net gain on loan sales	(550,646)
Loans originated for sale	(20,567,309)
Proceeds from sales of loans originated for sale	20,597,544
Changes in	
Interest receivable	(13,950)
Cash surrender value of life insurance	(200,291)
Other assets	308,024
Interest payable	(3,029)
Other liabilities	391,823
Net cash provided by operating activities	<u>3,733,497</u>

Investing Activities

Purchases of available-for-sale securities	(15,813,102)
Proceeds from maturities of available-for-sale securities	11,290,599
Proceeds from sales of available-for-sale securities	1,985,226
Proceeds from maturities of held-to-maturity securities	127,337
Net change in loans	(18,419,990)
Proceeds from sales of foreclosed assets	174,639
Purchases of premises and equipment	(320,816)
Proceeds from disposal of premises and equipment	12,700
Net cash provided (used) by investing activities	<u>(20,963,407)</u>

Financing Activities

Net increase in demand deposits, money market, NOW and savings accounts	\$ (461,256)
Net decrease in time and brokered time deposits	8,904,944
Net change in federal funds purchased	-
Proceeds from Federal Home Bank advances	4,500,000
Repayment of Federal Home Loan Bank advances	(4,500,000)
Net change in pass through payments received on loans sold	-
Net change in advances from borrowers for taxes and insurance	(241,335)
Dividends paid on common stock	(321,789)
Purchase of treasury stock	<u>(487,003)</u>
Net cash provided by financing activities	<u>7,393,561</u>
Decrease in Cash and Cash Equivalents	(9,836,349)
Cash and Cash Equivalents, Beginning of Period	<u>21,152,186</u>
Cash and Cash Equivalents, End of Period	<u><u>\$ 11,315,837</u></u>

Supplemental Cash Flows Information

Interest paid	\$ 2,407,024
Income taxes paid (net of refunds)	\$ 1,120,149
Real estate and other property acquired in settlement of loans	\$ 103,069