

**First BancTrust Corporation**  
**Condensed Consolidated Balance Sheets**

	September 30 2016 (unaudited)	December 31, 2015
<b>Assets</b>		
Cash and due from banks	\$ 4,115,085	\$ 3,952,823
Interest-bearing deposits	7,586,925	8,090,590
Federal Funds Sold	303,757	381,033
Cash and cash equivalents	12,005,767	12,424,446
Interest-bearing time deposits in banks	1,245,000	1,245,000
Available-for-sale securities	57,869,734	58,621,816
Held-to-maturity securities (fair value of \$131,754 and \$242,028)	128,854	235,038
Loans held for sale	842,260	463,445
Loans, net of allowance for loan losses of \$4,738,825 and \$4,549,590	349,220,259	348,567,981
Premises and equipment	11,201,393	11,210,998
Federal Home Loan Bank stock	2,610,490	2,610,490
Foreclosed assets held for sale, net	344,900	232,730
Interest receivable	2,393,103	2,526,318
Deferred income taxes	1,892,641	2,186,321
Loan servicing rights	411,133	382,139
Cash surrender value of life insurance	8,215,243	8,012,560
Goodwill	541,474	541,474
Core deposit intangibles	5,815	31,985
Other assets	740,188	1,006,088
<b>Total assets</b>	<b>\$ 449,668,254</b>	<b>\$ 450,298,829</b>
<b>Liabilities and Stockholders' Equity</b>		
Deposits		
Demand	\$ 36,504,853	\$ 35,421,888
Savings, NOW and money market	138,343,487	140,478,375
Time	171,098,608	175,194,148
Brokered time	13,001,614	8,370,735
Total deposits	358,948,562	359,465,146
Short-term borrowings	-	2,000,000
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	689,438	386,166
Interest payable	290,444	350,335
Other liabilities	3,232,733	3,154,035
Total liabilities	405,347,177	407,541,682
<b>Stockholders' Equity</b>		
Common stock, \$.01 par value; authorized 5,000,000 shares; 2,114,761 shares issued; 2,016,116 and 2,085,116 shares outstanding	21,664	21,664
Additional paid-in capital	6,282,944	6,282,944
Retained earnings	39,020,937	36,974,268
Accumulated other comprehensive income (loss)	671,281	(34,726)
Treasury stock, at cost - 98,645 and 29,645 shares	(1,675,749)	(487,003)
Total stockholders' equity	44,321,077	42,757,147
<b>Total liabilities and stockholders' equity</b>	<b>\$ 449,668,254</b>	<b>\$ 450,298,829</b>

**First BancTrust Corporation**  
**Condensed Consolidated Statements of Income**  
(unaudited)

Nine months Ended September 30	2016	2015
<b>Interest and Dividend Income</b>		
Loans		
Taxable	\$ 12,298,088	\$ 11,885,290
Tax exempt	22,934	25,509
Securities		
Taxable	640,628	646,519
Tax exempt	302,974	306,659
Deposits with financial institutions and other	80,843	42,584
Total interest and dividend income	<u>13,345,467</u>	<u>12,906,561</u>
<b>Interest Expense</b>		
Deposits	1,523,079	1,300,118
Federal Home Loan Bank advances and other debt	939,108	1,103,877
Total interest expense	<u>2,462,187</u>	<u>2,403,995</u>
<b>Net Interest Income</b>	10,883,280	10,502,566
Provision for loan losses	<u>360,000</u>	<u>360,000</u>
<b>Net Interest Income After Provision for Loan Losses</b>	<u>10,523,280</u>	<u>10,142,566</u>
<b>Noninterest Income</b>		
Customer service fees	400,863	435,207
Other service charges and fees	1,043,372	1,067,047
Net gains on loan sales	711,698	550,646
Net realized gains on sales of available-for-sale securities	52,768	39,646
Net loan servicing fees	344,851	304,721
Brokerage fees	13,436	17,159
Abstract and title fees	336,712	310,649
Increase in cash surrender value of life insurance	202,683	200,291
Other	253,525	271,201
Total noninterest income	<u>3,359,908</u>	<u>3,196,567</u>
<b>Noninterest Expense</b>		
Salaries and employee benefits	5,421,985	5,284,706
Net occupancy expense	762,398	766,412
Equipment expense	757,562	759,583
Data processing fees	962,484	881,318
Professional fees	263,944	272,661
Foreclosed assets expense, net	1,947	2,836
Marketing expense	252,403	319,412
Printing and office supplies	97,105	104,857
Amortization of loan servicing rights	151,780	156,879
FDIC Insurance	185,032	195,258
Other expenses	1,093,822	1,023,175
Total noninterest expense	<u>9,950,462</u>	<u>9,767,097</u>
<b>Income Before Income Tax</b>	\$ 3,932,726	\$ 3,572,036
Income tax expense	<u>1,405,708</u>	<u>1,247,598</u>
<b>Net Income Available to Common Stockholders</b>	<u>\$ 2,527,018</u>	<u>\$ 2,324,438</u>
<b>Basic Earnings Per Share</b>	<u>\$ 1.24</u>	<u>\$ 1.11</u>
<b>Diluted Earnings Per Share</b>	<u>\$ 1.24</u>	<u>\$ 1.11</u>

**First BancTrust Corporation**  
**Condensed Consolidated Statements of Income**  
(unaudited)

Three months Ended September 30	2016	2015
<b>Interest and Dividend Income</b>		
Loans		
Taxable	\$ 4,162,398	\$ 4,050,582
Tax exempt	7,426	8,292
Securities		
Taxable	201,105	213,511
Tax exempt	96,485	107,980
Deposits with financial institutions and other	26,134	11,009
Total interest and dividend income	<u>4,493,548</u>	<u>4,391,374</u>
<b>Interest Expense</b>		
Deposits	518,083	452,877
Federal Home Loan Bank advances and other debt	274,376	373,108
Total interest expense	<u>792,459</u>	<u>825,985</u>
<b>Net Interest Income</b>	3,701,089	3,565,389
Provision for loan losses	120,000	120,000
<b>Net Interest Income After Provision for Loan Losses</b>	<u>3,581,089</u>	<u>3,445,389</u>
<b>Noninterest Income</b>		
Customer service fees	170,507	158,625
Other service charges and fees	368,237	381,977
Net gains on loan sales	309,427	209,437
Net realized gains on sales of available-for-sale securities	52,768	39,646
Net loan servicing fees	112,064	100,667
Brokerage fees	4,099	4,574
Abstract and title fees	107,696	110,331
Increase in cash surrender value of life insurance	67,758	67,713
Other	87,679	87,894
Total noninterest income	<u>1,280,235</u>	<u>1,160,864</u>
<b>Noninterest Expense</b>		
Salaries and employee benefits	1,808,482	1,756,950
Net occupancy expense	250,178	254,116
Equipment expense	259,577	261,611
Data processing fees	329,546	293,538
Professional fees	82,680	82,669
Foreclosed assets expense, net	736	(11,313)
Marketing expense	74,166	90,480
Printing and office supplies	33,898	31,647
Amortization of loan servicing rights	51,381	52,368
FDIC Insurance	62,079	68,834
Other expenses	384,428	359,888
Total noninterest expense	<u>3,337,151</u>	<u>3,240,788</u>
<b>Income Before Income Tax</b>	\$ 1,524,173	\$ 1,365,465
Income tax expense	552,434	485,475
<b>Net Income Available to Common Stockholders</b>	<u>\$ 971,739</u>	<u>\$ 879,990</u>
<b>Basic Earnings Per Share</b>	<u>\$ 0.48</u>	<u>\$ 0.42</u>
<b>Diluted Earnings Per Share</b>	<u>\$ 0.48</u>	<u>\$ 0.42</u>

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

Nine months ended September 30	2016	2015
<b>Operating Activities</b>		
Net income	\$ 2,527,018	\$ 2,324,438
Items not requiring (providing) cash		
Depreciation and amortization	735,311	729,580
Provision for loan losses	360,000	360,000
Loss (gain) on foreclosed assets, net	2,789	(22,156)
Other than tempoary impairment on foreclosed assets	3,000	13,500
Loss (gain) on disposition of premises and equipment	1,197	(12,700)
Amortization of premiums and discounts on securities, net	314,830	330,398
Amortization of loan servicing rights	151,781	156,879
Deferred income taxes	(159,888)	(105,409)
Amortization of intangible assets	26,170	36,447
Net realized gains on available-for-sale securities	(52,768)	(39,646)
Net gain on loan sales	(711,698)	(550,646)
Loans originated for sale	(24,746,904)	(20,567,309)
Proceeds from sales of loans originated for sale	24,899,012	20,597,544
Changes in		
Interest receivable	133,215	(13,950)
Cash surrender value of life insurance	(202,683)	(200,291)
Other assets	265,900	308,024
Interest payable	(59,891)	(3,029)
Other liabilities	78,698	391,823
Net cash provided by operating activities	<u>3,565,089</u>	<u>3,733,497</u>
<b>Investing Activities</b>		
Net change in interest-bearing time deposits	-	-
Purchases of available-for-sale securities	(8,607,606)	(15,813,102)
Proceeds from maturities of available-for-sale securities	7,828,297	11,290,599
Proceeds from sales of available-for-sale securities	2,428,897	1,985,226
Proceeds from maturities of held-to-maturity securities	106,191	127,337
Net change in loans	(1,218,653)	(18,419,990)
Proceeds from sales of foreclosed assets	88,416	174,639
Purchases of premises and equipment	(728,087)	(320,816)
Proceeds from disposal of premises and equipment	1,184	12,700
Net cash provided (used) by investing activities	<u>(101,361)</u>	<u>(20,963,407)</u>

**Financing Activities**

Net change in demand deposits, money market, NOW and savings accounts	\$ (1,051,923)	\$ (461,256)
Net change in time and brokered time deposits	535,339	8,904,944
Net change in federal funds purchased	(2,000,000)	-
Proceeds from Federal Home Bank advances	19,000,000	4,500,000
Repayment of Federal Home Loan Bank advances	(19,000,000)	(4,500,000)
Net change in advances from borrowers for taxes and insurance	303,272	(241,335)
Dividends paid on common stock	(480,349)	(321,789)
Purchase of treasury stock	<u>(1,188,746)</u>	<u>(487,003)</u>
Net cash provided (used) by financing activities	<u>(3,882,407)</u>	<u>7,393,561</u>
<b>Increase in Cash and Cash Equivalents</b>	(418,679)	(9,836,349)
<b>Cash and Cash Equivalents, Beginning of Period</b>	<u>12,424,446</u>	<u>21,152,186</u>
<b>Cash and Cash Equivalents, End of Period</b>	<u>\$ 12,005,767</u>	<u>\$ 11,315,837</u>

**Supplemental Cash Flows Information**

Interest paid	\$ 2,522,078	\$ 2,407,024
Income taxes paid (net of refunds)	\$ 1,405,709	\$ 1,120,149
Real estate and other property acquired in settlement of loans	\$ 206,375	\$ 103,069