

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

	<u>March 31,</u> 2016	<u>September 30,</u> 2015
ASSETS		
Cash on hand and due from banks	\$ 1,817	\$ 2,325
Interest-earning deposits in other institutions	<u>20,153</u>	<u>12,723</u>
Cash and Cash Equivalents	21,970	15,048
Certificates of deposit	1,000	1,000
Investment securities available for sale	41,527	44,072
Mortgage-backed securities available for sale	22,095	26,745
Federal Home Loan Bank stock, at cost	3,307	3,308
Loans receivable, net of allowance for loan losses of \$3,798 and \$3,879	359,555	347,614
Loans held for Sale	-	114
Foreclosed real estate	186	357
Office properties and equipment, net	3,388	3,293
Bank-owned life insurance	14,750	14,551
Goodwill	8,769	8,769
Core deposit intangible	-	15
Accrued interest receivable and other assets	<u>3,369</u>	<u>3,671</u>
TOTAL ASSETS	<u><u>\$ 479,916</u></u>	<u><u>\$ 468,557</u></u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities		
Deposits:		
Demand, savings and club accounts	\$ 216,481	\$ 206,760
Certificate accounts	<u>131,962</u>	<u>124,519</u>
Total Deposits	348,443	331,279
Federal Home Loan Bank advances	53,983	56,140
Securities sold under agreements to repurchase	2,423	1,671
Advance deposits by borrowers for taxes and insurance	34	11
Securities purchased not settled	494	2,512
Accrued interest payable and other liabilities	<u>2,618</u>	<u>2,667</u>
TOTAL LIABILITIES	<u><u>407,995</u></u>	<u><u>394,280</u></u>
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, 2,588,305 and 2,748,429 shares outstanding, respectively	26	27
Additional paid-in-capital	15,766	19,465
Retained earnings	58,068	56,792
Unearned Employee Stock Ownership Plan (ESOP) shares	(2,107)	(2,184)
Accumulated other comprehensive income	<u>168</u>	<u>177</u>
TOTAL STOCKHOLDERS' EQUITY	<u><u>71,921</u></u>	<u><u>74,277</u></u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	<u><u>\$ 479,916</u></u>	<u><u>\$ 468,557</u></u>

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

	Three Months Ended March 31,		Six Months Ended March 31,	
	2016	2015	2016	2015
Interest and Dividend Income				
Loans, including fees	\$ 3,607	\$ 3,394	\$ 7,159	\$ 6,801
Mortgage-backed securities	99	147	232	305
Investment securities:				
Taxable	97	120	195	244
Tax-exempt	193	235	415	473
Interest-earning deposits and federal funds sold	10	1	11	1
Total Interest and Dividend Income	<u>4,006</u>	<u>3,897</u>	<u>8,012</u>	<u>7,824</u>
Interest Expense				
Deposits	639	619	1,266	1,292
Federal Home Loan Bank advances	221	159	425	277
Securities sold under agreements to repurchase	1	1	2	2
Total Interest Expense	<u>861</u>	<u>779</u>	<u>1,693</u>	<u>1,571</u>
Net Interest Income	3,145	3,118	6,319	6,253
Provision for Loan Losses	-	-	-	-
Net Interest Income after Provision for Loan Losses	<u>3,145</u>	<u>3,118</u>	<u>6,319</u>	<u>6,253</u>
Noninterest Income				
Service charges	396	408	809	859
Earnings on bank-owned life insurance	122	123	244	247
Net securities gains	83	2	81	24
Net loan sale gains	8	-	27	8
Annuity and mutual fund fees	53	64	102	128
Other income	53	119	104	162
Total Noninterest Income	<u>715</u>	<u>716</u>	<u>1,367</u>	<u>1,428</u>
Noninterest Expenses				
Compensation and employee benefits	1,647	1,642	3,307	3,260
Data processing	118	111	230	218
Premises and occupancy costs	314	334	608	628
Core deposit amortization	-	42	15	84
Automatic teller machine expense	84	79	166	164
Federal deposit insurance	57	52	114	103
Other operating expenses	332	403	701	826
Total Noninterest Expenses	<u>2,552</u>	<u>2,663</u>	<u>5,141</u>	<u>5,283</u>
Income before Income Tax Expense	1,308	1,171	2,545	2,398
Income Tax Expense	406	362	778	695
Net Income	<u>\$ 902</u>	<u>\$ 809</u>	<u>\$ 1,767</u>	<u>\$ 1,703</u>
Basic earnings per common share	<u>\$ 0.37</u>	<u>\$ 0.32</u>	<u>\$ 0.71</u>	<u>\$ 0.67</u>
Diluted earnings per common share	<u>\$ 0.36</u>	<u>\$ 0.31</u>	<u>\$ 0.68</u>	<u>\$ 0.66</u>
Cash dividends paid per common share	<u>\$ 0.11</u>	<u>\$ 0.06</u>	<u>\$ 0.22</u>	<u>\$ 0.12</u>
Basic weighted average shares outstanding	<u>2,409,780</u>	<u>2,530,570</u>	<u>2,501,836</u>	<u>2,540,259</u>
Diluted weighted average shares outstanding	<u>2,497,336</u>	<u>2,581,497</u>	<u>2,591,312</u>	<u>2,593,271</u>

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

	Quarter Ended 3/31/16	Six Months Ended 3/31/16
Cash Flows from Operating Activities		
Net income	\$ 902	\$ 1,767
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	70	138
Provision for loan losses	-	-
Net gain on securities	(83)	(81)
Origination of loans held for sale	(412)	(1,684)
Proceeds from sale of loans held for sale	420	1,825
Net loan sale gains	(8)	(27)
Compensation expense on ESOP	91	184
Compensation expense on stock awards	113	226
Deferred income taxes	(33)	(66)
Increase in accrued interest receivable and other assets	352	349
Earnings on bank-owned life insurance	(122)	(244)
Increase (decrease) in accrued interest payable and other liabilities	11	(49)
Other, net	13	52
Net Cash Provided by Operating Activities	1,314	2,390
Cash Flows (Used in) Provided by Investing Activities		
Net increase in loans receivable	(5,732)	(11,941)
Purchases of investment securities	(827)	(5,190)
Proceeds from maturities/principal repayments/calls of investment securities	2,604	5,774
Purchases of mortgage-backed securities	(2,995)	(2,995)
Proceeds from maturities/principal repayments of mortgage-backed securities	1,150	2,522
Proceeds from sales of investment securities	66	196
Proceeds from sales of mortgage-backed securities	4,990	4,990
Purchases of certificates of deposit	-	(250)
Maturities of certificates of deposit	-	250
Purchase of Federal Home Loan Bank stock	(16)	(667)
Redemption of Federal Home Loan Bank stock	306	692
Proceeds from sales of foreclosed real estate	159	167
Net purchases of office properties and equipment	(151)	(274)
Net Cash Used in Investing Activities	(446)	(6,726)
Cash Flows Provided by (Used in) Financing Activities		
Net increase in demand, savings and club accounts	13,914	9,721
Net increase in certificate accounts	8,007	7,443
Net increase in securities sold under agreements to repurchase	596	752
Repayments of Federal Home Loan Bank advances	(7,680)	(14,869)
Proceeds from Federal Home Loan Bank advances	-	12,712
Increase in advance deposits by borrowers for taxes and insurance	12	23
Stock repurchases	(4,033)	(4,033)
Dividends paid	(273)	(491)
Net Cash Provided by Financing Activities	10,543	11,258
Net Increase in Cash and Cash Equivalents	11,411	6,922
Cash and Cash Equivalents - Beginning	10,559	15,048
Cash and Cash Equivalents - Ending	\$ 21,970	\$ 21,970

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, 2015	\$ 27	\$ 19,465	\$ 56,792	\$ (2,184)	\$ 177	\$ 74,277
Net income	-	-	1,767	-	-	1,767
Other comprehensive loss	-	-	-	-	(9)	(9)
Cash dividends (\$0.22 per share)	-	-	(491)	-	-	(491)
Stock repurchases (160,124 shares)	(1)	(4,032)	-	-	-	(4,033)
Compensation expense on stock awards	-	226	-	-	-	226
Compensation expense on ESOP	-	107	-	77	-	184
Balance, March 31, 2016	<u>\$ 26</u>	<u>\$ 15,766</u>	<u>\$ 58,068</u>	<u>\$ (2,107)</u>	<u>\$ 168</u>	<u>\$ 71,921</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
January 1-31, 2016	62,000	\$ 26.00	62,000	90,124
February 1-29, 2016	90,124	\$ 24.71	90,124	-
March 1-31, 2016	8,000	\$ 24.30	8,000	134,797
Total	<u>160,124</u>	<u>\$ 25.19</u>	<u>160,124</u>	

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

For the Three Months Ended March 31,

	2016			2015		
	Average Outstanding Balance	Interest	Yield/ Rate	Average Outstanding Balance	Interest	Yield/ Rate
Interest-earning assets:						
Loans	\$ 360,302	\$ 3,607	4.00%	\$ 330,354	\$ 3,394	4.11%
Investment and mortgage-backed securities	63,311	389	2.46%	83,479	502	2.41%
Interest earning deposits	<u>14,635</u>	<u>10</u>	0.27%	<u>7,440</u>	<u>1</u>	0.05%
Total interest-earning assets	438,248	<u>4,006</u>	3.66%	421,273	<u>3,897</u>	3.70%
Noninterest-earning assets	<u>35,139</u>			<u>31,735</u>		
Total assets	<u>\$ 473,387</u>			<u>\$ 453,008</u>		
Interest-bearing liabilities:						
Savings accounts	\$ 103,416	36	0.14%	\$ 107,332	43	0.16%
Certificates of deposit	128,619	575	1.79%	117,742	556	1.89%
Money market accounts	15,277	7	0.18%	9,876	2	0.08%
Demand and NOW accounts	<u>88,638</u>	<u>21</u>	0.09%	<u>80,505</u>	<u>18</u>	0.09%
Total deposits	335,950	639	0.76%	315,455	619	0.78%
Federal Home Loan Bank advances	59,615	221	1.48%	58,273	159	1.09%
Securities sold under agreements to repurchase	<u>2,146</u>	<u>1</u>	0.19%	<u>2,340</u>	<u>1</u>	0.17%
Total interest-bearing liabilities	397,711	<u>861</u>	0.87%	376,068	<u>779</u>	0.83%
Noninterest-bearing liabilities	<u>2,464</u>			<u>2,361</u>		
Total liabilities	400,175			378,429		
Stockholders' equity	<u>73,212</u>			<u>74,579</u>		
Total liabilities and stockholders' equity	<u>\$ 473,387</u>			<u>\$ 453,008</u>		
Net interest income		<u>\$ 3,145</u>			<u>\$ 3,118</u>	
Net interest rate spread ⁽¹⁾			2.79%			2.87%
Net interest-earning assets ⁽²⁾	<u>\$ 40,537</u>			<u>\$ 45,205</u>		
Net interest margin ⁽³⁾			2.87%			2.96%
Average interest-earning assets to interest-bearing liabilities	110.19%			112.02%		

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

For the Six Months Ended March 31,

	2016			2015		
	Average Outstanding Balance	Interest	Yield/ Rate	Average Outstanding Balance	Interest	Yield/ Rate
Interest-earning assets:						
Loans	\$ 357,539	\$ 7,159	4.00%	\$ 327,467	\$ 6,801	4.15%
Investment and mortgage-backed securities	66,249	842	2.54%	84,929	1,022	2.41%
Interest earning deposits	<u>10,556</u>	<u>11</u>	0.21%	<u>5,053</u>	<u>1</u>	0.04%
Total interest-earning assets	434,344	<u>8,012</u>	3.69%	417,449	<u>7,824</u>	3.75%
Noninterest-earning assets	<u>34,930</u>			<u>33,196</u>		
Total assets	<u>\$ 469,274</u>			<u>\$ 450,645</u>		
Interest-bearing liabilities:						
Savings accounts	\$ 104,111	73	0.14%	\$ 107,973	86	0.16%
Certificates of deposit	126,273	1,143	1.81%	118,000	1,165	1.97%
Money market accounts	12,092	9	0.15%	9,214	4	0.09%
Demand and NOW accounts	<u>88,815</u>	<u>41</u>	0.09%	<u>81,288</u>	<u>37</u>	0.09%
Total deposits	331,291	1,266	0.76%	316,475	1,292	0.82%
Federal Home Loan Bank advances	59,147	425	1.44%	55,180	277	1.00%
Securities sold under agreements to repurchase	<u>1,901</u>	<u>2</u>	0.21%	<u>2,476</u>	<u>2</u>	0.16%
Total interest-bearing liabilities	392,339	<u>1,693</u>	0.86%	374,131	<u>1,571</u>	0.84%
Noninterest-bearing liabilities	<u>2,900</u>			<u>2,386</u>		
Total liabilities	395,239			376,517		
Stockholders' equity	<u>74,035</u>			<u>74,128</u>		
Total liabilities and stockholders' equity	<u>\$ 469,274</u>			<u>\$ 450,645</u>		
Net interest income		<u>\$ 6,319</u>			<u>\$ 6,253</u>	
Net interest rate spread ⁽¹⁾			2.83%			2.91%
Net interest-earning assets ⁽²⁾	<u>\$ 42,005</u>			<u>\$ 43,318</u>		
Net interest margin ⁽³⁾			2.91%			3.00%
Average interest-earning assets to interest-						
bearing liabilities		110.71%			111.58%	

(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
March 31, 2016:				
U.S. government and agency obligations due:				
Beyond 1 year but within 5 years	\$ 11,000	\$ 15	\$ (22)	\$ 10,993
Corporate bonds due:				
1 year or less	1,000	6	-	1,006
Beyond 5 years but within 10 years	508	-	(12)	496
Municipal obligations due:				
1 year or less	1,090	27	-	1,117
Beyond 1 year but within 5 years	3,726	283	-	4,009
Beyond 5 years but within 10 years	13,834	438	-	14,272
Beyond 10 years	7,390	94	-	7,484
Equity securities	<u>2,094</u>	<u>211</u>	<u>(155)</u>	<u>2,150</u>
	<u>\$ 40,642</u>	<u>\$ 1,074</u>	<u>\$ (189)</u>	<u>\$ 41,527</u>
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
September 30, 2015:				
U.S. government and agency obligations due:				
Beyond 1 year but within 5 years	\$ 9,000	\$ 11	\$ (46)	\$ 8,965
Beyond 5 years but within 10 years	2,000	-	(27)	1,973
Corporate bonds due:				
1 year or less	1,000	14	-	1,014
Beyond 5 years but within 10 years	509	-	(4)	505
Municipal obligations due:				
1 year or less	640	7	-	647
Beyond 1 year but within 5 years	1,992	67	-	2,059
Beyond 5 years but within 10 years	22,010	719	(28)	22,701
Beyond 10 years	4,162	-	-	4,162
Equity securities	<u>2,073</u>	<u>150</u>	<u>(177)</u>	<u>2,046</u>
	<u>\$ 43,386</u>	<u>\$ 968</u>	<u>\$ (282)</u>	<u>\$ 44,072</u>

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

	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
March 31, 2016:				
Government pass-throughs:				
Ginnie Mae	\$ 6,486	\$ 25	\$ (40)	\$ 6,471
Fannie Mae	6,645	204	-	6,849
Freddie Mac	6,712	84	(21)	6,775
Private pass-throughs	92	-	-	92
Collateralized mortgage obligations	1,909	6	(7)	1,908
	\$ 21,844	\$ 319	\$ (68)	\$ 22,095
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
September 30, 2015:				
Government pass-throughs:				
Ginnie Mae	\$ 3,845	\$ 29	\$ (10)	\$ 3,864
Fannie Mae	12,766	361	-	13,127
Freddie Mac	7,462	99	(24)	7,537
Private pass-throughs	96	-	(1)	95
Collateralized mortgage obligations	2,110	18	(6)	2,122
	\$ 26,279	\$ 507	\$ (41)	\$ 26,745

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

	Real Estate Loans					
	One-to-four- family Residential and Construction	Commercial Real Estate	Home Equity Loans and Lines of Credit	Commercial	Other Loans	Total
March 31, 2016:						
Collectively evaluated for impairment	\$ 152,397	\$ 119,351	\$ 79,399	\$ 10,367	\$ 993	\$ 362,507
Individually evaluated for impairment	-	846	-	-	-	846
Total loans before allowance for loan losses	<u>\$ 152,397</u>	<u>\$ 120,197</u>	<u>\$ 79,399</u>	<u>\$ 10,367</u>	<u>\$ 993</u>	<u>\$ 363,353</u>
September 30, 2015:						
Collectively evaluated for impairment	\$ 142,177	\$ 113,591	\$ 82,254	\$ 12,035	\$ 824	\$ 350,881
Individually evaluated for impairment	-	612	-	-	-	612
Total loans before allowance for loan losses	<u>\$ 142,177</u>	<u>\$ 114,203</u>	<u>\$ 82,254</u>	<u>\$ 12,035</u>	<u>\$ 824</u>	<u>\$ 351,493</u>

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

	Impaired Loans With Allowance		Impaired Loans Without Allowance	Total Impaired Loans	
	Recorded Investment	Related Allowance	Recorded Investment	Recorded Investment	Unpaid Principal Balance
March 31, 2016:					
Commercial real estate	\$ -	\$ -	\$ 846	\$ 846	\$ 846
Commercial	-	-	-	-	-
Total impaired loans	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 846</u>	<u>\$ 846</u>	<u>\$ 846</u>
September 30, 2015:					
Commercial real estate	\$ -	\$ -	\$ 612	\$ 612	\$ 612
Commercial	-	-	-	-	-
Total impaired loans	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 612</u>	<u>\$ 612</u>	<u>\$ 612</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>
March 31, 2016:					
First mortgage loans:					
One-to-four-family residential and construction	\$ 151,794	\$ -	\$ 603	\$ -	\$ 152,397
Commercial real estate	119,351	-	846	-	120,197
Home equity loans and lines of credit	79,302	-	97	-	79,399
Commercial loans	10,367	-	-	-	10,367
Other loans	<u>993</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>993</u>
Total	<u>\$ 361,807</u>	<u>\$ -</u>	<u>\$ 1,546</u>	<u>\$ -</u>	<u>\$ 363,353</u>

September 30, 2015:					
First mortgage loans:					
One-to-four-family residential and construction	\$ 141,603	\$ -	\$ 574	\$ -	\$ 142,177
Commercial real estate	113,591	-	612	-	114,203
Home equity loans and lines of credit	82,158	-	96	-	82,254
Commercial loans	12,035	-	-	-	12,035
Other loans	<u>824</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>824</u>
Total	<u>\$ 350,211</u>	<u>\$ -</u>	<u>\$ 1,282</u>	<u>\$ -</u>	<u>\$ 351,493</u>

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

	<u>Current</u>	30-59 Days <u>Past Due</u>	60-89 Days <u>Past Due</u>	Non-Accrual <u>(90 Days+)</u>	90 Days Past <u>Due & Accruing</u>	<u>Total Loans</u>
March 31, 2016:						
First mortgage loans:						
One-to-four-family residential and construction	\$ 150,754	\$ 762	\$ 278	\$ 603	\$ -	\$ 152,397
Commercial real estate	119,067	613	269	248	-	120,197
Home equity loans and lines of credit	79,147	153	2	97	-	79,399
Commercial loans	10,347	20	-	-	-	10,367
Other loans	<u>992</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>993</u>
Total	<u>\$ 360,307</u>	<u>\$ 1,549</u>	<u>\$ 549</u>	<u>\$ 948</u>	<u>\$ -</u>	<u>\$ 363,353</u>
September 30, 2015:						
First mortgage loans:						
One-to-four-family residential and construction	\$ 140,189	\$ 1,039	\$ 375	\$ 574	\$ -	\$ 142,177
Commercial real estate	113,647	52	504	-	-	114,203
Home equity loans and lines of credit	81,857	301	-	96	-	82,254
Commercial loans	12,012	18	5	-	-	12,035
Other loans	<u>816</u>	<u>3</u>	<u>-</u>	<u>5</u>	<u>-</u>	<u>824</u>
Total	<u>\$ 348,521</u>	<u>\$ 1,413</u>	<u>\$ 884</u>	<u>\$ 675</u>	<u>\$ -</u>	<u>\$ 351,493</u>

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

	Real Estate Loans			Commercial	Other Loans	Total
	One-to-four- family Residential and Construction	Commercial Real Estate	Home Equity Loans and Lines of Credit			
Allowance for Loan Loss:						
Balance at September 30, 2015	\$ 1,122	\$ 1,867	\$ 457	\$ 411	\$ 22	\$ 3,879
Charge-offs	(46)		(4)	(21)	(22)	(93)
Recoveries		2	7	1	2	12
Provision	-	-	-	-	-	-
Balance at March 31, 2016	<u>\$ 1,076</u>	<u>\$ 1,869</u>	<u>\$ 460</u>	<u>\$ 391</u>	<u>\$ 2</u>	<u>\$ 3,798</u>