

VSB Bancorp, Inc.
Consolidated Statements of Financial Condition
September 30, 2016
(unaudited)

	<u>September 30, 2016</u>	<u>December 31, 2015</u>
Assets:		
Cash and cash equivalents	\$ 33,890,283	\$ 14,845,096
Investment securities, available for sale	51,000,828	58,096,583
Investment securities, held to maturity	115,132,051	120,585,784
Loans receivable	122,656,154	104,341,670
Allowance for loan loss	<u>(1,323,404)</u>	<u>(1,290,563)</u>
Loans receivable, net	121,332,750	103,051,107
Bank premises and equipment, net	1,454,756	1,528,914
Accrued interest receivable	714,183	743,375
Deferred taxes	819,848	761,465
Bank owned life insurance	5,285,798	5,194,945
Other assets	<u>996,608</u>	<u>1,599,860</u>
Total assets	<u>\$ 330,627,105</u>	<u>\$ 306,407,129</u>
Liabilities and stockholders' equity:		
Liabilities:		
Deposits:		
Demand and checking	\$ 119,907,333	\$ 101,659,731
NOW	40,920,118	31,428,768
Money market	57,146,608	60,912,775
Savings	22,538,872	21,136,015
Time	<u>57,450,255</u>	<u>61,110,374</u>
Total Deposits	297,963,186	276,247,663
Escrow deposits	516,631	56,600
Accounts payable and accrued expenses	<u>1,810,935</u>	<u>1,303,575</u>
Total liabilities	300,290,752	277,607,838
Stockholders' equity:		
Common stock, (\$.0001 par value, 10,000,000 shares authorized, 2,086,509 issued, 1,829,198 outstanding at September 30, 2016 and 2,078,509 issued 1,799,398 outstanding at December 31, 2015)	209	208
Additional paid in capital	10,219,635	10,512,041
Retained earnings	23,327,771	22,021,007
Treasury stock, at cost (257,311 shares at September 30, 2016 and 279,111 shares at December 31, 2015)	(2,704,545)	(2,976,175)
Unearned ESOP Shares	(759,281)	(834,375)
Accumulated other comprehensive gain, net of taxes of \$135,996 and \$41,238, respectively	<u>252,564</u>	<u>76,585</u>
Total stockholders' equity	<u>30,336,353</u>	<u>28,799,291</u>
Total liabilities and stockholders' equity	<u>\$ 330,627,105</u>	<u>\$ 306,407,129</u>