

NASB Financial, Inc. and Subsidiary
Consolidated Balance Sheets

	June 30, 2019 (Unaudited)	September 30, 2018
ASSETS		
	(Dollars in thousands)	
Cash and cash equivalents	\$ 45,982	12,691
Interest bearing deposits	3,850	4,207
Securities available for sale, at fair value	122,945	126,108
Stock in Federal Home Loan Bank, at cost	19,985	12,037
Mortgage-backed securities available for sale, at fair value	6,979	3,979
Loans receivable:		
Held for sale, at fair value	289,818	123,245
Held for investment, net	1,916,414	1,733,108
Allowance for loan losses	(22,989)	(19,729)
Accrued interest receivable	9,375	7,767
Foreclosed assets held for sale, net	4,137	5,147
Premises and equipment, net	10,853	11,237
Investment in LLCs	11,587	11,364
Mortgage servicing rights, net	9,396	10,235
Deferred income tax asset, net	2,226	3,022
Goodwill and other intangibles	6,421	6,495
Other assets	14,374	9,448
	<u>\$ 2,451,353</u>	<u>2,060,361</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities:		
Customer deposit accounts	\$ 1,518,995	1,338,757
Brokered deposit accounts	190,497	197,469
Advances from Federal Home Loan Bank	433,000	240,000
Subordinated debentures	25,774	25,774
Escrows	16,008	15,806
Income taxes payable	1,842	924
Accrued expenses and other liabilities	13,556	9,950
Total liabilities	<u>2,199,672</u>	<u>1,828,680</u>
Stockholders' equity:		
Common stock of \$0.15 par value: 20,000,000 authorized; 9,865,281 shares issued at June 30, 2019, and September 30, 2018	1,480	1,480
Additional paid-in capital	16,840	16,820
Retained earnings	282,498	264,412
Treasury stock, at cost; 2,480,430 shares at June 30, 2019, and September 30, 2018	(50,461)	(50,461)
Accumulated other comprehensive income (loss)	1,324	(570)
Total stockholders' equity	<u>251,681</u>	<u>231,681</u>
	<u>\$ 2,451,353</u>	<u>2,060,361</u>

NASB Financial, Inc. and Subsidiary
Consolidated Statements of Operations (Unaudited)

	Three months ended		Nine months ended	
	June 30,		June 30,	
	2019	2018	2019	2018
	(Dollars in thousands, except per share data)			
Interest on loans receivable	\$ 29,232	23,379	82,149	67,124
Interest on mortgage-backed securities	65	34	139	112
Interest and dividends on securities	1,561	1,377	4,622	4,489
Other interest income	231	69	576	222
Total interest income	<u>31,089</u>	<u>24,859</u>	<u>87,486</u>	<u>71,947</u>
Interest on customer and brokered deposit accounts	8,208	4,068	21,896	10,507
Interest on advances from Federal Home Loan Bank	1,810	923	4,475	3,766
Interest on subordinated debentures	271	241	804	639
Other interest expense	5	7	17	23
Total interest expense	<u>10,294</u>	<u>5,239</u>	<u>27,192</u>	<u>14,935</u>
Net interest income	20,795	19,620	60,294	57,012
Provision for loan losses	--	500	1,750	2,350
Net interest income after provision for loan losses	<u>20,795</u>	<u>19,120</u>	<u>58,544</u>	<u>54,662</u>
Other income (expense):				
Loan servicing fees, net	256	356	933	1,049
Impairment loss on mortgage servicing rights	(578)	--	(779)	--
Customer service fees and charges	933	781	2,321	2,485
Provision for loss on real estate owned	(312)	--	(454)	(27)
Income (expense) on real estate owned, net	2,735	(48)	2,948	(280)
Loss on disposal of securities available for sale	--	--	--	(8)
Gain from loans receivable held for sale	11,998	6,737	28,399	23,207
Other income, net	2,595	570	2,092	2,018
Total other income	<u>17,627</u>	<u>8,396</u>	<u>35,460</u>	<u>28,444</u>
General and administrative expenses:				
Compensation and fringe benefits	8,840	8,435	25,062	25,480
Commission-based mortgage banking compensation	5,381	2,873	11,804	9,240
Premises and equipment	1,495	1,696	4,504	5,195
Advertising and business promotion	1,946	1,933	5,687	5,421
Federal deposit insurance premiums	321	156	725	475
Other	2,668	1,890	7,338	6,179
Total general and administrative expenses	<u>20,651</u>	<u>16,983</u>	<u>55,120</u>	<u>51,990</u>
Income before income tax expense	17,771	10,533	38,884	31,116
Income tax expense	4,443	3,002	9,721	10,462
Net income	<u>\$ 13,328</u>	<u>7,531</u>	<u>29,163</u>	<u>20,654</u>
Basic earnings per share	<u>\$ 1.80</u>	<u>1.02</u>	<u>3.95</u>	<u>2.80</u>
Basic weighted average shares outstanding	<u>7,384,851</u>	<u>7,384,851</u>	<u>7,384,851</u>	<u>7,384,521</u>