

NASB Financial, Inc. and Subsidiary
Consolidated Balance Sheets

	December 31, 2016 (Unaudited)	September 30, 2016
ASSETS		
	(Dollars in thousands)	
Cash and cash equivalents	\$ 10,715	26,803
Interest bearing deposits	5,236	5,236
Securities available for sale, at fair value	245,167	239,109
Stock in Federal Home Loan Bank, at cost	16,482	18,162
Mortgage-backed securities available for sale, at fair value	968	992
Loans receivable:		
Held for sale, at fair value	208,679	250,868
Held for investment, net	1,336,322	1,351,942
Allowance for loan losses	(16,507)	(16,756)
Accrued interest receivable	6,884	6,944
Foreclosed assets held for sale, net	3,547	5,939
Premises and equipment, net	12,913	13,102
Investment in LLCs	13,575	13,518
Mortgage servicing rights, net	11,198	9,659
Deferred income tax asset, net	4,982	6,015
Goodwill and other intangibles	7,745	7,934
Other assets	11,652	10,210
	\$ 1,879,558	1,949,677
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities:		
Customer deposit accounts	\$ 1,224,137	1,256,309
Brokered deposit accounts	20,991	20,984
Advances from Federal Home Loan Bank	360,000	402,000
Subordinated debentures	25,774	25,774
Escrows	8,796	14,354
Income taxes payable	5,286	3,799
Accrued expenses and other liabilities	13,797	12,074
Total liabilities	1,658,781	1,735,294
Stockholders' equity:		
Common stock of \$0.15 par value: 20,000,000 authorized; 9,857,112 shares issued at December 31, 2016, and September 30, 2016	1,479	1,479
Additional paid-in capital	16,533	16,533
Retained earnings	251,927	243,392
Treasury stock, at cost; 2,444,103 shares at December 31, 2016, and September 30, 2016	(49,106)	(49,106)
Accumulated other comprehensive income (loss)	(56)	2,085
Total stockholders' equity	220,777	214,383
	\$ 1,879,558	1,949,677

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

	Three months ended December 31,	
	2016	2015
	(Dollars in thousands, except share data)	
Interest on loans receivable	\$ 19,636	15,079
Interest and dividends on securities	1,865	1,744
Interest on mortgage-backed securities	7	14
Other interest income	36	6
Total interest income	<u>21,544</u>	<u>16,843</u>
Interest on customer and brokered deposit accounts	2,687	2,044
Interest on advances from Federal Home Loan Bank	1,092	797
Interest on subordinated debentures	156	126
Other interest expense	5	5
Total interest expense	<u>3,940</u>	<u>2,972</u>
Net interest income	17,604	13,871
Provision for loan losses	--	550
Net interest income after provision for loan losses	<u>17,604</u>	<u>13,321</u>
Other income (expense):		
Loan servicing fees, net	264	250
Impairment recovery on mortgage servicing rights	965	--
Customer service fees and charges	934	786
Provision for loss on real estate owned	(16)	(82)
Income (expense) on real estate owned, net	67	(76)
Gain on sale of securities available for sale	--	34
Gain from loans receivable held for sale	16,228	9,471
Other income	1,234	1,787
Total other income	<u>19,676</u>	<u>12,170</u>
General and administrative expenses:		
Compensation and other labor-related expense	9,250	7,339
Commission-based mortgage banking compensation	5,102	3,745
Premises and equipment	1,747	1,450
Advertising and business promotion	1,810	1,492
Federal deposit insurance premiums	80	229
Other	2,539	2,176
Total general and administrative expenses	<u>20,528</u>	<u>16,431</u>
Income before income tax expense	16,752	9,060
Income tax expense	6,290	3,291
Net income	<u>\$ 10,462</u>	<u>5,769</u>
Basic earnings per share	<u>\$ 1.41</u>	<u>0.78</u>
Basic weighted average shares outstanding	<u>7,413,009</u>	<u>7,413,009</u>