

NASB Financial, Inc. and Subsidiary
Consolidated Balance Sheets

December 31, September 30,
2018 2018
(Unaudited)

ASSETS	(Dollars in thousands)	
Cash and cash equivalents	\$ 14,352	12,691
Interest bearing deposits	3,961	4,207
Securities available for sale, at fair value	113,962	126,108
Stock in Federal Home Loan Bank, at cost	12,677	12,037
Mortgage-backed securities available for sale, at fair value	3,773	3,979
Loans receivable:		
Held for sale, at fair value	172,127	123,245
Held for investment, net	1,831,056	1,733,108
Allowance for loan losses	(20,488)	(19,729)
Accrued interest receivable	8,365	7,767
Foreclosed assets held for sale, net	5,889	5,147
Premises and equipment, net	11,025	11,237
Investment in LLCs	11,483	11,364
Mortgage servicing rights, net	10,187	10,235
Deferred income tax asset, net	3,321	3,022
Goodwill and other intangibles	6,347	6,495
Other assets	9,950	9,448
	\$ 2,197,987	2,060,361

LIABILITIES AND STOCKHOLDERS' EQUITY

Liabilities:

Customer deposit accounts	\$ 1,371,858	1,338,757
Brokered deposit accounts	289,401	197,469
Advances from Federal Home Loan Bank	256,000	240,000
Subordinated debentures	25,774	25,774
Escrows	8,534	15,806
Income taxes payable	3,437	924
Accrued expenses and other liabilities	8,351	9,950
Total liabilities	1,963,355	1,828,680

Stockholders' equity:

Common stock of \$0.15 par value: 20,000,000 authorized; 9,865,281 shares issued at December 31, 2018, and September 30, 2018	1,480	1,480
Additional paid-in capital	16,827	16,820
Retained earnings	268,833	264,412
Treasury stock, at cost; 2,480,430 shares at December 31, 2018, and September 30, 2018	(50,461)	(50,461)
Accumulated other comprehensive loss	(2,047)	(570)
Total stockholders' equity	234,632	231,681
	\$ 2,197,987	2,060,361

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

	Three months ended December 31,	
	2018	2017
	(Dollars in thousands, except share data)	
Interest on loans receivable	\$ 25,837	22,173
Interest on mortgage-backed securities	22	40
Interest and dividends on securities	1,560	1,602
Other interest income	99	85
Total interest income	<u>27,518</u>	<u>23,900</u>
Interest on customer and brokered deposit accounts	6,229	3,103
Interest on advances from Federal Home Loan Bank	1,420	1,552
Interest on subordinated debentures	263	192
Other interest expense	7	6
Total interest expense	<u>7,919</u>	<u>4,853</u>
Net interest income	19,599	19,047
Provision for loan losses	750	--
Net interest income after provision for loan losses	<u>18,849</u>	<u>19,047</u>
Other income (expense):		
Loan servicing fees, net	371	329
Customer service fees and charges	763	882
Provision for loss on real estate owned	--	(15)
Income (expense) on real estate owned, net	254	(205)
Gain from loans receivable held for sale	8,907	9,136
Other income (expense)	(1,516)	1,535
Total other income	<u>8,779</u>	<u>11,662</u>
General and administrative expenses:		
Compensation and fringe benefits	7,822	8,393
Commission-based mortgage banking compensation	3,295	3,586
Premises and equipment	1,449	1,740
Advertising and business promotion	1,877	1,869
Federal deposit insurance premiums	173	173
Other	2,195	2,041
Total general and administrative expenses	<u>16,811</u>	<u>17,802</u>
Income before income tax expense	10,817	12,907
Income tax expense	2,704	6,192
Net income	<u>\$ 8,113</u>	<u>6,715</u>
Basic earnings per share	<u>\$ 1.10</u>	<u>0.91</u>
Basic weighted average shares outstanding	<u>7,384,851</u>	<u>7,384,301</u>