

NASB Financial, Inc. and Subsidiary
Consolidated Balance Sheets

	June 30, 2017	September 30, 2016
	(Unaudited)	
ASSETS		
	(Dollars in thousands)	
Cash and cash equivalents	\$ 47,095	26,803
Interest bearing deposits	4,977	5,236
Securities available for sale, at fair value	224,018	239,109
Stock in Federal Home Loan Bank, at cost	21,238	18,162
Mortgage-backed securities available for sale, at fair value	4,921	992
Loans receivable:		
Held for sale, at fair value	174,098	250,868
Held for investment, net	1,542,962	1,351,942
Allowance for loan losses	(17,824)	(16,756)
Accrued interest receivable	7,145	6,944
Foreclosed assets held for sale, net	4,524	5,939
Premises and equipment, net	12,366	13,102
Investment in LLCs	13,756	13,518
Mortgage servicing rights, net	11,187	9,659
Deferred income tax asset, net	5,535	6,015
Goodwill and other intangibles	7,043	7,934
Other assets	11,048	10,210
	<u>\$ 2,074,089</u>	<u>1,949,677</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities:		
Customer deposit accounts	\$ 1,296,709	1,256,309
Brokered deposit accounts	27,432	20,984
Advances from Federal Home Loan Bank	474,000	402,000
Subordinated debentures	25,774	25,774
Escrows	12,186	14,354
Income taxes payable	698	3,799
Accrued expenses and other liabilities	10,483	12,074
Total liabilities	<u>1,847,282</u>	<u>1,735,294</u>
Stockholders' equity:		
Common stock of \$0.15 par value: 20,000,000 authorized; 9,864,131 shares issued at June 30, 2017, and 9,857,112 shares issued at September 30, 2016	1,480	1,479
Additional paid-in capital	16,748	16,533
Retained earnings	258,916	243,392
Treasury stock, at cost; 2,480,430 shares at June 30, 2017, and 2,444,103 shares at September 30, 2016	(50,461)	(49,106)
Accumulated other comprehensive income	124	2,085
Total stockholders' equity	<u>226,807</u>	<u>214,383</u>
	<u>\$ 2,074,089</u>	<u>1,949,677</u>

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

	Three months ended		Nine months ended	
	June 30,		June 30,	
	2017	2016	2017	2016
	(Dollars in thousands, except per share data)			
Interest on loans receivable	\$ 22,427	16,826	61,503	47,787
Interest on mortgage-backed securities	23	7	36	32
Interest and dividends on securities	1,869	1,782	5,622	5,398
Other interest income	42	11	115	28
Total interest income	<u>24,361</u>	<u>18,626</u>	<u>67,276</u>	<u>53,245</u>
Interest on customer and brokered deposit accounts	2,829	2,255	8,022	6,460
Interest on advances from Federal Home Loan Bank	1,462	958	3,749	2,654
Interest on subordinated debentures	176	144	497	407
Other interest expense	6	5	20	16
Total interest expense	<u>4,473</u>	<u>3,362</u>	<u>12,288</u>	<u>9,537</u>
Net interest income	19,888	15,264	54,988	43,708
Provision for loan losses	400	500	950	1,350
Net interest income after provision for loan losses	<u>19,488</u>	<u>14,764</u>	<u>54,038</u>	<u>42,358</u>
Other income (expense):				
Loan servicing fees, net	396	297	1,045	821
Impairment recovery on mortgage servicing rights	--	(664)	965	(664)
Customer service fees and charges	934	609	2,565	1,957
Provision for loss on real estate owned	(86)	(113)	(102)	(195)
Income (expense) on real estate owned, net	109	(174)	117	(223)
Gain on disposal of securities available for sale	224	560	224	657
Gain from loans receivable held for sale	7,391	12,204	32,750	31,824
Other income (expense), net	1,209	(714)	1,349	(808)
Total other income	<u>10,177</u>	<u>12,005</u>	<u>38,913</u>	<u>33,369</u>
General and administrative expenses:				
Compensation and fringe benefits	8,425	8,562	26,321	23,798
Commission-based mortgage banking compensation	3,635	4,954	11,474	12,423
Premises and equipment	1,810	1,394	5,312	4,282
Advertising and business promotion	2,413	1,499	6,322	4,546
Federal deposit insurance premiums	151	218	409	647
Other	2,325	2,797	7,314	7,330
Total general and administrative expenses	<u>18,759</u>	<u>19,424</u>	<u>57,152</u>	<u>53,026</u>
Income before income tax expense	10,906	7,345	35,799	22,701
Income tax expense	4,199	2,718	13,623	8,336
Net income	<u>\$ 6,707</u>	<u>4,627</u>	<u>22,176</u>	<u>14,365</u>
Basic earnings per share	<u>\$ 0.91</u>	<u>0.62</u>	<u>3.00</u>	<u>1.94</u>
Basic weighted average shares outstanding	<u>7,383,569</u>	<u>7,413,009</u>	<u>7,398,236</u>	<u>7,413,009</u>