

***NASB Financial, Inc. and Subsidiary***  
***Consolidated Balance Sheets***

|  | March 31,<br>2017      | September 30,<br>2016 |
|--|------------------------|-----------------------|
|  | (Unaudited)            |                       |
| <b>ASSETS</b>  |                        |                       |
|  | (Dollars in thousands) |                       |
| Cash and cash equivalents  | \$ 18,034              | 26,803                |
| Interest bearing deposits  | 5,231                  | 5,236                 |
| Securities available for sale, at fair value   | 250,738                | 239,109               |
| Stock in Federal Home Loan Bank, at cost   | 18,278                 | 18,162                |
| Mortgage-backed securities available for sale, at fair value   | 835                    | 992                   |
| Loans receivable:  |                        |                       |
| Held for sale, at fair value   | 87,994                 | 250,868               |
| Held for investment, net   | 1,482,766              | 1,351,942             |
| Allowance for loan losses  | (17,035)               | (16,756)              |
| Accrued interest receivable  | 7,197                  | 6,944                 |
| Foreclosed assets held for sale, net   | 3,602                  | 5,939                 |
| Premises and equipment, net  | 12,624                 | 13,102                |
| Investment in LLCs   | 13,620                 | 13,518                |
| Mortgage servicing rights, net   | 11,399                 | 9,659                 |
| Deferred income tax asset, net   | 5,035                  | 6,015                 |
| Goodwill and other intangibles   | 7,474                  | 7,934                 |
| Other assets   | 8,905                  | 10,210                |
|  | <u>\$ 1,916,697</u>    | <u>1,949,677</u>      |
| <b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>  |                        |                       |
| Liabilities:   |                        |                       |
| Customer deposit accounts  | \$ 1,228,202           | 1,256,309             |
| Brokered deposit accounts  | 20,998                 | 20,984                |
| Advances from Federal Home Loan Bank   | 400,000                | 402,000               |
| Subordinated debentures  | 25,774                 | 25,774                |
| Escrows  | 8,175                  | 14,354                |
| Income taxes payable   | 2,096                  | 3,799                 |
| Accrued expenses and other liabilities   | 8,468                  | 12,074                |
| Total liabilities  | <u>1,693,713</u>       | <u>1,735,294</u>      |
| Stockholders' equity:  |                        |                       |
| Common stock of \$0.15 par value: 20,000,000 authorized; 9,861,731 shares<br>issued at March 31, 2017, and 9,857,112 shares issued at September 30, 2016 | 1,479                  | 1,479                 |
| Additional paid-in capital   | 16,669                 | 16,533                |
| Retained earnings  | 254,571                | 243,392               |
| Treasury stock, at cost; 2,480,430 shares at March 31, 2017, and<br>2,444,103 shares at September 30, 2016   | (50,461)               | (49,106)              |
| Accumulated other comprehensive income   | 726                    | 2,085                 |
| Total stockholders' equity   | <u>222,984</u>         | <u>214,383</u>        |
|  | <u>\$ 1,916,697</u>    | <u>1,949,677</u>      |

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

|   | Three months ended                            |                  | Six months ended |                  |
|---|---|------------------|------------------|------------------|
|   | March 31,                                     |                  | March 31,        |                  |
|   | 2017  | 2016             | 2017             | 2016             |
|   | (Dollars in thousands, except per share data) |                  |                  |                  |
| Interest on loans receivable                        | \$ 19,440                                     | 15,882           | 39,076           | 30,961           |
| Interest on mortgage-backed securities              | 6   | 11               | 13               | 25               |
| Interest and dividends on securities                | 1,888   | 1,872            | 3,753            | 3,616            |
| Other interest income                               | 37  | 11               | 73               | 17               |
| Total interest income                               | <u>21,371</u>                                 | <u>17,776</u>    | <u>42,915</u>    | <u>34,619</u>    |
| Interest on customer and brokered deposit accounts  | 2,506   | 2,161            | 5,193            | 4,205            |
| Interest on advances from Federal Home Loan Bank    | 1,195   | 899              | 2,287            | 1,696            |
| Interest on subordinated debentures                 | 165   | 137              | 321              | 263              |
| Other interest expense                              | 9   | 6                | 14               | 11               |
| Total interest expense                              | <u>3,875</u>                                  | <u>3,203</u>     | <u>7,815</u>     | <u>6,175</u>     |
| Net interest income                                 | 17,496  | 14,573           | 35,100           | 28,444           |
| Provision for loan losses                           | 550   | 300              | 550              | 850              |
| Net interest income after provision for loan losses | <u>16,946</u>                                 | <u>14,273</u>    | <u>34,550</u>    | <u>27,594</u>    |
| Other income (expense):                             |   |                  |                  |                  |
| Loan servicing fees, net                            | 385   | 274              | 649              | 524              |
| Impairment recovery on mortgage servicing rights    | --  | --               | 965              | --               |
| Customer service fees and charges                   | 697   | 562              | 1,631            | 1,348            |
| Provision for loss on real estate owned             | --  | --               | (16)             | (82)             |
| Income (expense) on real estate owned, net          | (59)  | 27               | 8                | (49)             |
| Gain on disposal of securities available for sale   | --  | 63               | --               | 97               |
| Gain from loans receivable held for sale            | 9,131   | 10,149           | 25,359           | 19,620           |
| Other income (expense), net                         | (1,094)                                       | (1,881)          | 140              | (94)             |
| Total other income                                  | <u>9,060</u>                                  | <u>9,194</u>     | <u>28,736</u>    | <u>21,364</u>    |
| General and administrative expenses:                |   |                  |                  |                  |
| Compensation and fringe benefits                    | 8,646   | 7,897            | 17,896           | 15,236           |
| Commission-based mortgage banking compensation      | 2,737   | 3,724            | 7,839            | 7,469            |
| Premises and equipment                              | 1,755   | 1,438            | 3,502            | 2,888            |
| Advertising and business promotion                  | 2,099   | 1,555            | 3,909            | 3,047            |
| Federal deposit insurance premiums                  | 178   | 200              | 258              | 429              |
| Other   | 2,450   | 2,357            | 4,989            | 4,533            |
| Total general and administrative expenses           | <u>17,865</u>                                 | <u>17,171</u>    | <u>38,393</u>    | <u>33,602</u>    |
| Income before income tax expense                    | 8,141   | 6,296            | 24,893           | 15,356           |
| Income tax expense                                  | 3,134   | 2,327            | 9,424            | 5,618            |
| Net income  | <u>\$ 5,007</u>                               | <u>3,969</u>     | <u>15,469</u>    | <u>9,738</u>     |
| Basic earnings per share                            | <u>\$ 0.68</u>                                | <u>0.54</u>      | <u>2.09</u>      | <u>1.31</u>      |
| Basic weighted average shares outstanding           | <u>7,397,964</u>                              | <u>7,413,009</u> | <u>7,405,569</u> | <u>7,413,009</u> |