

Liberty Bay Bank

Financial Report (Unaudited)

June 30, 2017

(All dollars in thousands except per share info)

Balance Sheet			Income Statement				
	June 30, 2017	December 31, 2016	2nd Quarter		Six Months Ending		
	June 30, 2017	December 31, 2016	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016	
ASSETS			Interest income:				
Cash and due from banks	\$ 2,517	\$ 1,943	\$ 925	\$ 823	\$1,875	\$1,634	
Short-term and overnight investments	3,079	1,582	119	63	239	122	
Investment securities	26,435	27,957	6	6	8	11	
			Total interest income	1,050	892	\$2,122	1,767
Total loans	64,886	61,562	Interest expense:				
Allowance for loan & lease losses	(741)	(735)	Interest on Deposits	109	76	199	150
Net Loans	64,145	60,827	Borrowed Funds	42	39	95	67
			Total interest expense	151	115	294	217
Premises & equipment	1,647	1,622	Net interest income	899	777	1,828	1,550
Other Assets	2,789	2,909	Provision for loan losses	3	-	6	15
Total Assets	\$ 100,612	\$ 96,840	Net interest income after provision	896	777	1,822	1,535
LIABILITIES & EQUITY			Non-interest income:				
Deposits:			Service charges and fees	5	14	9	27
Non-interest checking	\$ 17,151	\$ 19,541	Mortgage banking income, net	12	13	24	28
Interest checking, money market & savings	45,432	41,582	Other Income	14	37	28	90
Time deposits	13,236	7,082	Total non-interest income	31	64	61	145
Total deposits	75,819	68,205	Non-interest expense:				
Borrowed Funds	14,850	19,000	Compensation and benefits	478	453	948	902
Other liabilities	305	212	Occupancy & equipment expense	117	94	232	188
Total Liabilities	90,974	87,417	Other expenses	215	222	458	457
Shareholders' equity	9,638	9,423	Total non-interest expense	810	769	1,638	1,547
Total Liabilities and Equity	\$ 100,612	\$ 96,840	Pretax Income	117	72	245	133
Balance Sheet Ratios:			Federal Income Taxes	43	-	90	-
Leverage Capital	9.37%	9.44%	Net Income (Loss)	\$ 74	\$ 72	155	\$133
Tier I Risk Based Capital	13.60%	13.20%	Operating Ratios:				
Total Risk Based Capital	14.73%	14.32%	Return on Average Assets	0.30%	0.34%	0.32%	0.32%
Allowance for Loan Loss Reserves to Loans	1.14%	1.19%	Return on Average Equity - Pre tax Income	4.82%	3.26%	5.16%	3.05%
Book Value Per Share	\$ 6.83	\$ 6.68	Return on Average Equity - Net Income	3.06%	3.26%	3.27%	3.05%
			Net Interest Margin	3.95%	3.87%	4.02%	4.02%
			Basic EPS: 1,411,261 Shs. Issued & Outstanding	\$0.05	\$0.05	\$0.11	\$0.09