

**Ottawa Bancorp, Inc. & Subsidiary**  
**Consolidated Balance Sheets**  
**September 30, 2022 and December 31, 2021**  
(Unaudited)

	September 30, 2022	December 31, 2021
<b>Assets</b>		
Cash and due from banks	\$ 11,439,118	\$ 5,266,361
Interest bearing deposits	<u>1,595,679</u>	<u>1,249,947</u>
<b>Total cash and cash equivalents</b>	13,034,797	6,516,308
Time deposits	250,000	250,000
Federal funds sold	7,249,000	1,716,000
Securities available for sale	21,715,296	32,700,414
Loans, net of allowance for loan losses of \$4,449,613 and \$3,640,145 at September 30, 2022 and December 31, 2021, respectively	299,582,444	283,877,203
Loans held for sale	215,000	403,920
Premises and equipment, net	6,211,207	6,331,188
Accrued interest receivable	1,139,922	1,007,399
Deferred tax assets	2,800,337	1,793,910
Cash value of life insurance	2,669,167	2,649,941
Goodwill	649,869	649,869
Core deposit intangible	75,397	100,326
Other assets	<u>3,584,880</u>	<u>4,528,862</u>
<b>Total assets</b>	<u>\$ 359,177,316</u>	<u>\$ 342,525,340</u>
<b>Liabilities and Stockholders' Equity</b>		
<b>Liabilities</b>		
Deposits:		
Non-interest bearing	\$ 23,089,425	\$ 22,898,814
Interest bearing	<u>272,172,963</u>	<u>250,152,124</u>
<b>Total deposits</b>	295,262,388	273,050,938
Accrued interest payable	61,609	48,825
FHLB advances	16,262,322	16,524,555
Other liabilities	<u>4,524,539</u>	<u>4,860,206</u>
<b>Total liabilities</b>	<u>316,110,858</u>	<u>294,484,524</u>
Commitments and contingencies		
ESOP Repurchase Obligation	<u>1,809,099</u>	<u>2,066,911</u>
<b>Stockholders' Equity</b>		
Common stock, \$.01 par value, 12,000,000 shares authorized; 2,583,095 and 2,818,517 shares issued at September 30, 2022 and December 31, 2021, respectively	25,830	28,185
Additional paid-in-capital	25,089,354	28,473,180
Retained earnings	21,586,365	20,536,121
Unallocated ESOP shares	(949,340)	(949,340)
Unallocated management recognition plan shares	(163,341)	(99,352)
Accumulated other comprehensive income (loss)	<u>(2,522,410)</u>	<u>52,022</u>
	43,066,458	48,040,816
<b>Less:</b>		
ESOP Owned Shares	<u>(1,809,099)</u>	<u>(2,066,911)</u>
<b>Total stockholders' equity</b>	<u>41,257,359</u>	<u>45,973,905</u>
<b>Total liabilities and stockholders' equity</b>	<u>\$ 359,177,316</u>	<u>\$ 342,525,340</u>

**Ottawa Bancorp, Inc. & Subsidiary**  
**Consolidated Statements of Operations**  
**Three and Nine Months Ended September 30 2022 and 2021**  
(Unaudited)

	<b>Three Months Ended September 30,</b>		<b>Nine Months Ended September 30,</b>	
	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>
Interest and dividend income:				
Interest and fees on loans	\$ 3,229,962	\$ 3,080,510	\$ 9,564,957	\$ 8,927,109
Securities:				
Residential mortgage-backed and related securities	76,531	54,459	240,583	135,054
State and municipal securities	33,589	53,238	132,981	188,844
Dividends on non-marketable equity securities	10,244	8,332	28,891	25,472
Interest-bearing deposits	19,897	6,132	38,139	16,812
<b>Total interest and dividend income</b>	<b>3,370,223</b>	<b>3,202,671</b>	<b>10,005,551</b>	<b>9,293,291</b>
Interest expense:				
Deposits	378,237	290,237	906,694	992,914
Borrowings	71,739	64,714	184,459	208,240
<b>Total interest expense</b>	<b>449,976</b>	<b>354,952</b>	<b>1,091,153</b>	<b>1,201,154</b>
<b>Net interest income</b>	<b>2,920,247</b>	<b>2,847,719</b>	<b>8,914,398</b>	<b>8,092,137</b>
Provision for loan losses	730,000	-	730,000	125,000
<b>Net interest income after provision for loan losses</b>	<b>2,190,247</b>	<b>2,847,719</b>	<b>8,184,398</b>	<b>7,967,137</b>
Other income:				
Gain on sale of loans	53,837	260,629	175,660	779,471
Gain on sale of repossessed assets, net	-	-	-	12,084
Loan origination and servicing income	86,571	295,215	261,309	859,159
Origination of mortgage servicing rights, net of amortization	(279)	28,962	10,081	90,952
Customer service fees	120,026	102,751	354,691	290,524
Increase in cash surrender value of life insurance	(2,303)	11,328	19,226	35,721
Other	7,740	37,436	32,991	84,224
<b>Total other income</b>	<b>265,592</b>	<b>736,321</b>	<b>853,958</b>	<b>2,152,135</b>
Other expenses:				
Salaries and employee benefits	1,086,027	1,575,608	3,713,911	4,485,037
Director fees	42,000	35,000	135,000	113,750
Occupancy	163,611	151,921	486,225	457,616
Deposit insurance premium	21,300	18,000	63,848	54,178
Legal and professional services	72,930	91,755	223,426	263,431
Data processing	284,439	271,808	848,447	780,339
Loss on sale of securities	10,468	-	13,291	-
Loan expense	79,756	113,328	235,614	408,721
Valuation adjustments and expenses on foreclosed real estate	-	9,007	-	24,731
Other	246,039	183,503	641,436	600,469
<b>Total other expenses</b>	<b>2,006,570</b>	<b>2,449,930</b>	<b>6,361,198</b>	<b>7,188,272</b>
<b>Income before income tax expense</b>	<b>449,269</b>	<b>1,134,110</b>	<b>2,677,158</b>	<b>2,931,000</b>
Income tax expense	127,827	306,645	746,583	787,236
<b>Net income</b>	<b>\$ 321,442</b>	<b>\$ 827,465</b>	<b>\$ 1,930,575</b>	<b>\$ 2,143,764</b>
<b>Basic earnings per share</b>	<b>\$ 0.13</b>	<b>\$ 0.29</b>	<b>\$ 0.73</b>	<b>\$ 0.76</b>
<b>Diluted earnings per share</b>	<b>\$ 0.13</b>	<b>\$ 0.29</b>	<b>\$ 0.73</b>	<b>\$ 0.75</b>
<b>Dividends per share</b>	<b>\$ 0.12</b>	<b>\$ 0.10</b>	<b>\$ 0.34</b>	<b>\$ 0.55</b>