

Ottawa Bancorp, Inc. & Subsidiary
Consolidated Balance Sheets
December 31, 2023 and December 31, 2022
(Unaudited)

	December 31, 2023	December 31, 2022
Assets		
Cash and due from banks	\$ 3,511,709	\$ 10,338,273
Interest bearing deposits	<u>9,884,710</u>	<u>524,427</u>
Total cash and cash equivalents	13,396,419	10,862,700
Time deposits	-	250,000
Federal funds sold	-	55,000
Securities available for sale	18,781,463	20,898,175
Loans, net of allowance for credit losses of \$4,370,934 and \$4,301,307 at December 31, 2023 and December 31, 2022, respectively	312,181,918	307,750,228
Premises and equipment, net	5,998,742	6,163,630
Accrued interest receivable	1,700,911	1,309,931
Deferred tax assets	2,799,503	2,652,355
Cash value of life insurance	2,717,888	2,672,025
Goodwill	649,869	649,869
Core deposit intangible	31,909	67,567
Other assets	<u>5,659,190</u>	<u>4,515,880</u>
Total assets	<u><u>\$ 363,917,812</u></u>	<u><u>\$ 357,847,360</u></u>
Liabilities and Stockholders' Equity		
Liabilities		
Deposits:		
Non-interest bearing	\$ 23,858,692	\$ 22,634,695
Interest bearing	<u>257,246,330</u>	<u>267,048,730</u>
Total deposits	281,105,022	289,683,425
Accrued interest payable	320,238	119,769
FHLB advances	30,750,000	18,750,000
Long Term Debt	1,700,000	2,100,000
Other liabilities	<u>6,710,762</u>	<u>3,906,217</u>
Total liabilities	<u><u>320,586,222</u></u>	<u><u>314,559,411</u></u>
Commitments and Contingencies	<u>1,670,851</u>	<u>1,821,029</u>
ESOP Repurchase Obligation	<u>1,670,851</u>	<u>1,821,029</u>
Stockholders' Equity		
Common stock, \$.01 par value, 12,000,000 shares authorized; 2,552,971 and 2,561,406 shares issued at December 31, 2023 and December 31, 2022, respectively	25,529	25,613
Additional paid-in-capital	24,738,473	24,847,455
Retained earnings	21,798,053	21,861,151
Unallocated ESOP shares	(682,192)	(815,766)
Unallocated management recognition plan shares	(103,417)	(150,664)
Accumulated other comprehensive income	<u>(2,444,856)</u>	<u>(2,479,840)</u>
	<u>43,331,590</u>	<u>43,287,949</u>
Less:		
ESOP Owned Shares	<u>(1,670,851)</u>	<u>(1,821,029)</u>
Total stockholders' equity	<u><u>41,660,739</u></u>	<u><u>41,466,920</u></u>
Total liabilities and stockholders' equity	<u><u>\$ 363,917,812</u></u>	<u><u>\$ 357,847,360</u></u>

Ottawa Bancorp, Inc. & Subsidiary
Consolidated Statements of Operations
Three Months and Year Ended December 31, 2023 and 2022
(Unaudited)

	Three Months Ended December 31,		Year Ended December 31,	
	2023	2022	2023	2022
Interest and dividend income:				
Interest and fees on loans	\$ 3,691,951	\$ 3,429,290	\$14,465,536	\$12,642,349
Securities:				
Residential mortgage-backed and related securities	81,518	72,658	318,790	313,240
State and municipal securities	22,800	28,611	90,442	161,593
Dividends on non-marketable equity securities	34,243	20,427	87,416	49,318
Interest-bearing deposits	62,487	26,296	192,300	59,172
Total interest and dividend income	<u>3,892,999</u>	<u>3,577,282</u>	<u>15,154,484</u>	<u>13,225,672</u>
Interest expense:				
Deposits	1,435,829	708,463	5,124,170	1,615,157
Borrowings	205,773	94,898	629,246	279,357
Total interest expense	<u>1,641,602</u>	<u>803,361</u>	<u>5,753,416</u>	<u>1,894,514</u>
Net interest income	<u>2,251,397</u>	<u>2,773,921</u>	<u>9,401,068</u>	<u>11,331,158</u>
Provision (recovery) for credit losses	(45,455)	418,000	(249,641)	1,148,000
Net interest income after provision for credit losses	<u>2,296,852</u>	<u>2,355,921</u>	<u>9,650,709</u>	<u>10,183,158</u>
Other income:				
Gain on sale of loans	23,174	20,354	119,572	196,015
Loan origination and servicing income	131,283	135,126	564,984	758,859
Origination of mortgage servicing rights, net of amortization	13,501	253,778	70,192	263,859
Customer service fees	137,053	103,810	482,117	458,507
Increase in cash surrender value of life insurance	9,328	2,859	45,863	22,084
Gain (Loss) on sale of foreclosed real estate	-	-	5,653	-
Other	766	24,979	12,255	52,702
Total other income	<u>315,105</u>	<u>540,906</u>	<u>1,300,636</u>	<u>1,752,026</u>
Other expenses:				
Salaries and employee benefits	1,172,457	1,191,032	4,711,855	4,904,943
Directors fees	31,500	42,000	166,500	177,000
Occupancy	154,114	165,174	625,463	651,399
Deposit insurance premium	49,865	21,381	147,397	85,229
Legal and professional services	167,954	79,078	452,341	302,504
Data processing	318,507	301,755	1,239,742	1,150,203
Loss on sale of securities	-	-	-	13,291
Loan expense	70,272	97,596	264,536	333,210
Valuation adjustments and expenses on foreclosed real estate	583	-	4,144	-
Other	344,465	222,643	1,013,493	864,079
Total other expenses	<u>2,309,717</u>	<u>2,120,659</u>	<u>8,625,471</u>	<u>8,481,858</u>
Income before income tax expense	<u>302,240</u>	<u>776,168</u>	<u>2,325,874</u>	<u>3,453,326</u>
Income tax expense	98,557	230,070	657,123	976,653
Net income	<u>\$ 203,683</u>	<u>\$ 546,098</u>	<u>\$ 1,668,751</u>	<u>\$ 2,476,673</u>
Basic earnings per share	<u>\$ 0.08</u>	<u>\$ 0.22</u>	<u>\$ 0.66</u>	<u>\$ 0.96</u>
Diluted earnings per share	<u>\$ 0.08</u>	<u>\$ 0.22</u>	<u>\$ 0.66</u>	<u>\$ 0.96</u>
Dividends per share	<u>\$ 0.11</u>	<u>\$ 0.12</u>	<u>\$ 0.43</u>	<u>\$ 0.45</u>