

Ottawa Bancorp, Inc. & Subsidiary
Consolidated Balance Sheets
June 30, 2024 and December 31, 2023
(Unaudited)

	June 30, 2024	December 31, 2023
Assets		
Cash and due from banks	\$ 5,996,589	\$ 3,511,709
Interest bearing deposits	<u>6,759,805</u>	<u>9,884,710</u>
Total cash and cash equivalents	12,756,394	13,396,419
Securities available for sale	18,636,275	18,781,463
Loans, net of allowance for credit losses of \$4,300,826 and \$4,370,934 at June 30, 2024 and December 31, 2023, respectively	302,510,977	312,181,918
Loans held for sale	208,400	-
Premises and equipment, net	6,087,057	5,998,742
Accrued interest receivable	1,630,176	1,700,911
Deferred tax assets	2,423,165	2,799,503
Cash value of life insurance	2,743,415	2,717,888
Goodwill	649,869	649,869
Core deposit intangible	16,411	31,909
Other assets	<u>5,530,767</u>	<u>5,659,196</u>
Total assets	<u><u>\$ 353,192,906</u></u>	<u><u>\$ 363,917,818</u></u>
Liabilities and Stockholders' Equity		
Liabilities		
Deposits:		
Non-interest bearing	\$ 23,066,625	\$ 23,839,628
Interest bearing	<u>251,895,220</u>	<u>257,246,330</u>
Total deposits	274,961,845	281,085,958
Accrued interest payable	785,821	320,238
FHLB advances	28,893,000	30,750,000
Long term debt	1,448,577	1,700,000
Allowance for credit losses on off-balance sheet credit exposures	81,427	94,136
Other liabilities	<u>4,027,497</u>	<u>6,635,892</u>
Total liabilities	<u>310,198,167</u>	<u>320,586,224</u>
Commitments and contingencies		
ESOP Repurchase Obligation	<u>1,583,522</u>	<u>1,691,975</u>
Stockholders' Equity		
Common stock, \$.01 par value, 12,000,000 shares authorized; 2,533,790 and 2,552,971 shares issued at June 30, 2024 and December 31, 2023, respectively	25,338	25,529
Additional paid-in-capital	24,496,125	24,738,476
Retained earnings	21,314,870	21,798,054
Unallocated ESOP shares	(682,192)	(682,192)
Unallocated management recognition plan shares	(93,222)	(103,417)
Accumulated other comprehensive loss	<u>(2,066,180)</u>	<u>(2,444,856)</u>
	42,994,739	43,331,594
Less:		
ESOP Owned Shares	<u>(1,583,522)</u>	<u>(1,691,975)</u>
Total stockholders' equity	<u>41,411,217</u>	<u>41,639,619</u>
Total liabilities and stockholders' equity	<u><u>\$ 353,192,906</u></u>	<u><u>\$ 363,917,818</u></u>

Ottawa Bancorp, Inc. & Subsidiary
Consolidated Statements of Operations
Three and Six Months Ended June 30, 2024 and 2023
(Unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
Interest and dividend income:				
Interest and fees on loans	\$ 3,698,334	\$ 3,669,838	\$ 7,401,252	\$ 7,113,373
Securities:				
Residential mortgage-backed and related securities	76,395	82,540	155,068	151,634
State and municipal securities	18,577	12,705	37,177	42,612
Dividends on non-marketable equity securities	28,500	16,657	66,215	29,919
Interest-bearing deposits	145,375	52,090	208,916	86,647
Total interest and dividend income	3,967,181	3,833,830	7,868,628	7,424,185
Interest expense:				
Deposits	1,548,857	1,301,577	3,069,745	2,302,243
Borrowings	211,953	149,699	429,993	261,127
Total interest expense	1,760,810	1,451,276	3,499,738	2,563,370
Net interest income	2,206,371	2,382,554	4,368,890	4,860,815
Provision for (recovery of) credit losses - loans	(40,188)	(132,417)	(77,331)	5,083
Recovery of credit losses – off-balance sheet credit exposures	-	-	(12,709)	-
Net interest income after provision for loan losses	2,246,559	2,514,971	4,458,930	4,855,732
Other income:				
Gain on sale of loans	45,754	45,683	64,365	63,652
Loan origination and servicing income	155,296	156,160	288,122	292,286
Origination of mortgage servicing rights, net of amortization	(24,029)	(5,208)	(47,204)	55,025
Customer service fees	110,272	115,734	215,397	219,757
Increase in cash surrender value of life insurance	12,980	12,354	25,527	24,063
Gain on sale of foreclosed real estate	-	5,653	-	5,653
Other	1,326	1,180	8,255	9,448
Total other income	301,599	331,556	554,462	669,884
Other expenses:				
Salaries and employee benefits	1,166,594	1,193,914	2,348,152	2,380,007
Directors' fees	45,000	45,000	85,000	90,000
Occupancy	156,080	153,569	313,101	314,043
Deposit insurance premium	32,902	35,626	74,702	60,769
Legal and professional services	217,444	84,066	335,491	162,687
Data processing	292,964	306,605	599,401	602,059
Loss on sale of securities	600,408	-	600,408	-
Loan expense	87,294	70,061	167,238	133,373
Valuation adjustments and expenses on foreclosed real estate	-	3,352	-	3,352
Other	195,332	209,444	379,531	419,922
Total other expenses	2,794,018	2,101,637	4,903,024	4,166,212
Income (Loss) before income tax	(245,860)	744,890	110,368	1,359,404
Income tax expense (benefit)	(42,919)	203,121	47,683	375,166
Net income	\$ (202,941)	\$ 541,769	\$ 62,685	\$ 984,238
Basic earnings (losses) per share	\$ (0.08)	\$ 0.22	\$ 0.02	\$ 0.39
Diluted earnings (losses) per share	\$ (0.08)	\$ 0.22	\$ 0.02	\$ 0.39
Dividends per share	\$ 0.105	\$ 0.113	\$ 0.215	\$ 0.222