

Liberty Bay Bank

Financial Report (Unaudited)

March 31, 2016

(All dollars in thousands)

Balance Sheet			Income Statement		
	March 31, 2016	December 31, 2015	1st Quarter		
	March 31, 2016	December 31, 2015	March 31, 2016	March 31, 2015	
ASSETS			Interest income:		
Cash and due from banks	\$ 1,914	\$ 1,817	Loans	\$ 811	\$ 804
Short-term and overnight investments	2,415	7,363	Investment securities	59	53
Investment securities	15,891	10,926	Other	5	2
Total loans	57,844	56,026	Total interest income	875	859
Allowance for loan & lease losses	(730)	(715)	Interest expense:		
Net Loans	57,114	55,311	Interest on Deposits	74	71
Premises & equipment	424	445	Borrowed Funds	28	10
Other Assets	2,715	2,691	Total interest expense	102	81
Total Assets	\$ 80,473	\$ 78,553	Net interest income	773	778
LIABILITIES & EQUITY			Provision for loan losses	15	27
Deposits:			Net interest income after provision	758	751
Non-interest checking	\$ 15,968	\$ 14,907	Non-interest income:		
Interest checking, money market & savings	34,054	33,688	Service charges and fees	13	11
Time deposits	11,558	11,193	Mortgage banking income, net	15	8
Total deposits	61,580	59,788	Other Income	53	27
Borrowed Funds	10,000	10,000	Total non-interest income	81	46
Other liabilities	191	207	Non-interest expense:		
Total Liabilities	71,771	69,995	Compensation and benefits	449	461
Shareholders' equity	8,702	8,558	Occupancy & equipment expense	94	97
Total Liabilities and Equity	\$ 80,473	\$ 78,553	Other expenses	235	205
			Total non-interest expense	778	763
			Pretax Income	61	34
			Federal Income Taxes	-	-
			Net Income (Loss)	\$ 61	\$ 34

Balance Sheet Ratios:		
Leverage Capital	10.39%	10.59%
Tier I Risk Based Capital	13.32%	13.53%
Total Risk Based Capital	14.53%	14.74%
Allowance for Loan Loss Reserves to Loans	1.26%	1.28%

Operating Ratios:		
Return on Average Assets	0.31%	0.18%
Return on Average Equity	2.83%	1.73%
Net Interest Margin	4.17%	4.25%