

ESSA BANCORP, INC. AND SUBSIDIARY
CONSOLIDATED BALANCE SHEET
(UNAUDITED)

	June 30, 2021	September 30, 2020
(dollars in thousands)		
ASSETS		
Cash and due from banks	\$ 170,623	\$ 101,447
Interest-bearing deposits with other institutions	14,777	54,470
Total cash and cash equivalents	185,400	155,917
Investment securities available for sale, at fair value	148,170	212,484
Investment securities held to maturity, at amortized cost	17,982	-
Loans receivable (net of allowance for loan losses of \$17,693 and \$15,400)	1,368,616	1,417,974
Loans, held for sale	1,581	208
Regulatory stock, at cost	4,140	7,344
Premises and equipment, net	13,996	14,230
Bank-owned life insurance	37,286	40,546
Foreclosed real estate	373	269
Intangible assets, net	587	791
Goodwill	13,801	13,801
Deferred income taxes	3,873	5,993
Other assets	26,404	23,958
TOTAL ASSETS	\$ 1,822,209	\$ 1,893,515
LIABILITIES		
Deposits	\$ 1,590,072	\$ 1,543,696
Short-term borrowings	-	111,713
Other borrowings	-	14,164
Advances by borrowers for taxes and insurance	14,902	7,858
Other liabilities	17,983	24,687
TOTAL LIABILITIES	1,622,957	1,702,118
STOCKHOLDERS' EQUITY		
Common stock	181	181
Additional paid-in capital	181,500	181,487
Unallocated common stock held by the Employee Stock Ownership Plan ("ESOP")	(7,019)	(7,350)
Retained earnings	121,603	112,612
Treasury stock, at cost	(96,376)	(91,477)
Accumulated other comprehensive loss	(637)	(4,056)
TOTAL STOCKHOLDERS' EQUITY	199,252	191,397
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 1,822,209	\$ 1,893,515

ESSA BANCORP, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENT OF OPERATIONS
(UNAUDITED)

	Three months Ended June 30,		Nine Months Ended June 30,	
	2021	2020	2021	2020
	(dollars in thousands, except per share data)			
INTEREST INCOME				
Loans receivable, including fees	\$ 13,378	\$ 13,763	\$ 40,808	\$ 41,958
Investment securities:				
Taxable	894	1,768	2,773	5,670
Exempt from federal income tax	40	45	121	141
Other investment income	91	277	276	941
Total interest income	<u>14,403</u>	<u>15,853</u>	<u>43,978</u>	<u>48,710</u>
INTEREST EXPENSE				
Deposits	1,251	2,211	4,612	8,772
Short-term borrowings	-	588	209	1,582
Other borrowings	-	854	62	2,598
Total interest expense	<u>1,251</u>	<u>3,653</u>	<u>4,883</u>	<u>12,952</u>
NET INTEREST INCOME	13,152	12,200	39,095	35,758
Provision for loan losses	600	1,300	2,400	2,175
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	<u>12,552</u>	<u>10,900</u>	<u>36,695</u>	<u>33,583</u>
NONINTEREST INCOME				
Service fees on deposit accounts	781	558	2,305	2,163
Services charges and fees on loans	450	325	1,367	985
Loan swap fees	1	627	622	1,200
Unrealized gains (losses) on equity securities	4	2	15	(3)
Trust and investment fees	398	298	1,074	1,045
Gain on sale of investments, net	42	-	459	381
Gain on sale of loans, net	250	647	1,737	791
Earnings on bank-owned life insurance	191	233	725	709
Insurance commissions	158	195	492	641
Other	18	(2)	147	102
Total noninterest income	<u>2,293</u>	<u>2,883</u>	<u>8,943</u>	<u>8,014</u>
NONINTEREST EXPENSE				
Compensation and employee benefits	6,315	5,714	19,083	18,029
Occupancy and equipment	1,060	1,033	3,257	3,169
Professional fees	526	457	1,583	1,449
Data processing	1,169	1,113	3,390	3,215
Advertising	218	114	471	348
Federal Deposit Insurance Corporation ("FDIC") premiums	280	154	834	492
(Gain) loss on foreclosed real estate	(534)	(5)	(639)	61
Amortization of intangible assets	69	68	204	208
Other	915	482	2,448	1,746
Total noninterest expense	<u>10,018</u>	<u>9,130</u>	<u>30,631</u>	<u>28,717</u>
Income before income taxes	4,827	4,653	15,007	12,880
Income taxes	801	876	2,506	2,286
NET INCOME	<u>\$ 4,026</u>	<u>\$ 3,777</u>	<u>\$ 12,501</u>	<u>\$ 10,594</u>
Earnings per share:				
Basic	\$ 0.41	\$ 0.37	\$ 1.25	\$ 1.02
Diluted	\$ 0.41	\$ 0.37	\$ 1.25	\$ 1.03
Dividends per share	\$ 0.12	\$ 0.11	\$ 0.35	\$ 0.33

	For the Three Months Ended June 30,		For the Nine Months Ended June 30,	
	2021	2020	2021	2020
(dollars in thousands, except per share data)				
CONSOLIDATED AVERAGE BALANCES:				
Total assets	\$ 1,907,294	\$ 2,006,382	\$ 1,903,806	\$ 1,873,684
Total interest-earning assets	1,814,203	1,896,702	1,802,703	1,770,061
Total interest-bearing liabilities	1,398,762	1,554,526	1,413,908	1,457,723
Total stockholders' equity	200,092	195,731	197,403	193,708
PER COMMON SHARE DATA:				
Average shares outstanding - basic	9,905,725	10,260,495	10,006,041	10,406,358
Average shares outstanding - diluted	9,907,788	10,260,729	10,008,729	10,406,614
Book value shares	10,570,536	10,960,357	10,570,536	10,960,357
Net interest rate spread:	2.83%	2.42%	2.79%	2.49%
Net interest margin:	2.91%	2.58%	2.89%	2.69%