

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

	March 31, 2021	September 30, 2020
(dollars in thousands)		
ASSETS		
Cash and due from banks	\$ 196,535	\$ 101,447
Interest-bearing deposits with other institutions	114,402	54,470
Total cash and cash equivalents	310,937	155,917
Investment securities available for sale, at fair value	161,240	212,484
Investment securities held to maturity, at amortized cost	6,096	-
Loans receivable (net of allowance for loan losses of \$17,154 and \$15,400)	1,386,805	1,417,974
Loans, held for sale	912	208
Regulatory stock, at cost	3,846	7,344
Premises and equipment, net	14,148	14,230
Bank-owned life insurance	37,094	40,546
Foreclosed real estate	394	269
Intangible assets, net	655	791
Goodwill	13,801	13,801
Deferred income taxes	5,190	5,993
Other assets	28,671	23,958
TOTAL ASSETS	\$ 1,969,789	\$ 1,893,515
LIABILITIES		
Deposits	\$ 1,740,140	\$ 1,543,696
Short-term borrowings	-	111,713
Other borrowings	-	14,164
Advances by borrowers for taxes and insurance	11,668	7,858
Other liabilities	19,373	24,687
TOTAL LIABILITIES	1,771,181	1,702,118
STOCKHOLDERS' EQUITY		
Common stock	181	181
Additional paid-in capital	181,353	181,487
Unallocated common stock held by the Employee Stock Ownership Plan ("ESOP")	(7,132)	(7,350)
Retained earnings	118,769	112,612
Treasury stock, at cost	(93,785)	(91,477)
Accumulated other comprehensive loss	(778)	(4,056)
TOTAL STOCKHOLDERS' EQUITY	198,608	191,397
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 1,969,789	\$ 1,893,515

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

	Three months Ended March 31,		Six Months Ended March 31,	
	2021	2020	2021	2020
	(dollars in thousands, except per share data)			
INTEREST INCOME				
Loans receivable, including fees	\$ 13,670	\$ 14,005	\$ 27,430	\$ 28,195
Investment securities:				
Taxable	882	1,945	1,879	3,902
Exempt from federal income tax	41	48	81	96
Other investment income	70	346	185	664
Total interest income	<u>14,663</u>	<u>16,344</u>	<u>29,575</u>	<u>32,857</u>
INTEREST EXPENSE				
Deposits	1,589	3,228	3,361	6,561
Short-term borrowings	20	489	209	994
Other borrowings	23	895	62	1,744
Total interest expense	<u>1,632</u>	<u>4,612</u>	<u>3,632</u>	<u>9,299</u>
NET INTEREST INCOME	13,031	11,732	25,943	23,558
Provision for loan losses	900	500	1,800	875
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	<u>12,131</u>	<u>11,232</u>	<u>24,143</u>	<u>22,683</u>
NONINTEREST INCOME				
Service fees on deposit accounts	735	778	1,524	1,605
Services charges and fees on loans	492	341	917	660
Loan swap fees	410	359	621	573
Unrealized gains (losses) on equity securities	4	(6)	11	(5)
Trust and investment fees	345	429	676	747
Gain on sale of investments, net	417	160	417	381
Gain on sale of loans, net	669	144	1,487	144
Earnings on bank-owned life insurance	191	235	534	476
Insurance commissions	166	238	334	446
Other	86	27	129	104
Total noninterest income	<u>3,515</u>	<u>2,705</u>	<u>6,650</u>	<u>5,131</u>
NONINTEREST EXPENSE				
Compensation and employee benefits	6,372	6,077	12,768	12,315
Occupancy and equipment	1,130	1,069	2,197	2,136
Professional fees	524	533	1,057	992
Data processing	1,139	1,085	2,221	2,102
Advertising	152	118	253	234
Federal Deposit Insurance Corporation ("FDIC") premiums	281	205	554	338
(Gain) loss on foreclosed real estate	(86)	86	(105)	66
Amortization of intangible assets	67	68	135	140
Other	856	583	1,533	1,264
Total noninterest expense	<u>10,435</u>	<u>9,824</u>	<u>20,613</u>	<u>19,587</u>
Income before income taxes	5,211	4,113	10,180	8,227
Income taxes	871	706	1,705	1,410
NET INCOME	<u>\$ 4,340</u>	<u>\$ 3,407</u>	<u>\$ 8,475</u>	<u>\$ 6,817</u>
Earnings per share:				
Basic	\$ 0.43	\$ 0.33	\$ 0.84	\$ 0.65
Diluted	\$ 0.43	\$ 0.33	\$ 0.84	\$ 0.65
Dividends per share	\$ 0.12	\$ 0.11	\$ 0.23	\$ 0.22

	For the Three Months Ended March 31,		For the Six Months Ended March 31,	
	2021	2020	2021	2020
	(dollars in thousands, except per share data)			
CONSOLIDATED AVERAGE BALANCES:				
Total assets	1,894,759	\$ 1,826,470	\$ 1,902,081	\$ 1,807,336
Total interest-earning assets	1,790,029	1,721,272	1,797,986	1,708,262
Total interest-bearing liabilities	1,405,253	1,420,734	1,421,478	1,409,772
Total stockholders' equity	198,011	194,135	196,058	192,696
PER COMMON SHARE DATA:				
Average shares outstanding - basic	10,033,012	10,462,013	10,053,089	10,473,466
Average shares outstanding - diluted	10,035,027	10,462,013	10,055,551	10,473,466
Book value shares	10,731,235	11,105,887	10,731,235	11,105,887
Net interest rate spread:	2.85%	2.53%	2.79%	2.54%
Net interest margin:	2.95%	2.76%	2.89%	2.77%