

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

	September 30, 2021	September 30, 2020
(dollars in thousands)		
ASSETS		
Cash and due from banks	\$ 146,841	\$ 101,447
Interest-bearing deposits with other institutions	12,105	54,470
Total cash and cash equivalents	158,946	155,917
Investment securities available for sale, at fair value	240,581	212,484
Investment securities held to maturity, at amortized cost	21,483	-
Loans receivable (net of allowance for loan losses of \$18,113 and \$15,400)	1,340,853	1,417,974
Loans, held for sale	381	208
Regulatory stock, at cost	4,651	7,344
Premises and equipment, net	13,605	14,230
Bank-owned life insurance	37,481	40,546
Foreclosed real estate	461	269
Intangible assets, net	520	791
Goodwill	13,801	13,801
Deferred income taxes	4,613	5,993
Other assets	24,060	23,958
TOTAL ASSETS	\$ 1,861,436	\$ 1,893,515
LIABILITIES		
Deposits	\$ 1,636,115	\$ 1,543,696
Short-term borrowings	-	111,713
Other borrowings	-	14,164
Advances by borrowers for taxes and insurance	4,949	7,858
Other liabilities	18,550	24,687
TOTAL LIABILITIES	1,659,614	1,702,118
STOCKHOLDERS' EQUITY		
Common stock	181	181
Additional paid-in capital	181,659	181,487
Unallocated common stock held by the Employee Stock Ownership Plan ("ESOP")	(6,915)	(7,350)
Retained earnings	124,342	112,612
Treasury stock, at cost	(98,127)	(91,477)
Accumulated other comprehensive income (loss)	682	(4,056)
TOTAL STOCKHOLDERS' EQUITY	201,822	191,397
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 1,861,436	\$ 1,893,515

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

	Three months Ended September 30,		Twelve Months Ended September 30,	
	2021	2020	2021	2020
	(dollars in thousands, except per share data)			
INTEREST INCOME				
Loans receivable, including fees	\$ 13,651	\$ 13,710	\$ 54,459	\$ 55,668
Investment securities:				
Taxable	911	1,411	3,684	7,081
Exempt from federal income tax	35	40	156	181
Other investment income	112	201	388	1,142
Total interest income	<u>14,709</u>	<u>15,362</u>	<u>58,687</u>	<u>64,072</u>
INTEREST EXPENSE				
Deposits	910	1,756	5,522	10,528
Short-term borrowings	-	672	209	2,254
Other borrowings	-	485	62	3,083
Total interest expense	<u>910</u>	<u>2,913</u>	<u>5,793</u>	<u>15,865</u>
NET INTEREST INCOME	13,799	12,449	52,894	48,207
Provision for loan losses	300	1,100	2,700	3,275
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	<u>13,499</u>	<u>11,349</u>	<u>50,194</u>	<u>44,932</u>
NONINTEREST INCOME				
Service fees on deposit accounts	783	758	3,088	2,921
Services charges and fees on loans	498	404	1,865	1,389
Loan swap fees	30	94	652	1,294
Unrealized gains (losses) on equity securities	-	(5)	15	(8)
Trust and investment fees	456	335	1,530	1,380
Gain on sale of investments, net	1	2,546	460	2,927
Gain on sale of loans, net	437	676	2,174	1,467
Earnings on bank-owned life insurance	129	235	854	944
Insurance commissions	151	188	643	829
Other	65	10	212	112
Total noninterest income	<u>2,550</u>	<u>5,241</u>	<u>11,493</u>	<u>13,255</u>
NONINTEREST EXPENSE				
Compensation and employee benefits	6,820	5,909	25,903	23,938
Occupancy and equipment	1,155	1,106	4,412	4,275
Professional fees	544	477	2,127	1,926
Data processing	1,046	958	4,436	4,173
Advertising	165	133	636	481
Federal Deposit Insurance Corporation ("FDIC") premiums	250	228	1,084	720
(Gain) loss on foreclosed real estate	(53)	(130)	(692)	(69)
Amortization of intangible assets	67	68	271	276
Prepayment penalty on FHLB Advances	-	2,504	254	2,504
Other	1,165	618	3,359	2,364
Total noninterest expense	<u>11,159</u>	<u>11,871</u>	<u>41,790</u>	<u>40,588</u>
Income before income taxes	4,890	4,719	19,897	17,599
Income taxes	967	897	3,473	3,183
NET INCOME	<u>\$ 3,923</u>	<u>\$ 3,822</u>	<u>\$ 16,424</u>	<u>\$ 14,416</u>
Earnings per share:				
Basic	\$ 0.40	\$ 0.38	\$ 1.65	\$ 1.39
Diluted	\$ 0.40	\$ 0.38	\$ 1.65	\$ 1.39
Dividends per share	\$ 0.12	\$ 0.11	\$ 0.47	\$ 0.44

	For the Three Months Ended September 30,		For the Twelve Months Ended September 30,	
	2021	2020	2021	2020
(dollars in thousands, except per share data)				
CONSOLIDATED AVERAGE BALANCES:				
Total assets	\$ 1,831,798	\$ 1,969,616	\$ 1,885,708	\$ 1,897,667
Total interest-earning assets	1,743,440	1,873,972	1,788,361	1,797,198
Total interest-bearing liabilities	1,328,624	1,493,389	1,392,587	1,466,640
Total stockholders' equity	200,893	195,290	198,275	194,103
PER COMMON SHARE DATA:				
Average shares outstanding - basic	9,737,685	10,159,246	9,945,528	10,347,483
Average shares outstanding - diluted	9,738,696	10,159,246	9,947,504	10,347,483
Book value shares	10,461,443	10,876,869	10,461,443	10,876,869
Net interest rate spread:	3.08%	2.48%	2.86%	2.49%
Net interest margin:	3.14%	2.64%	2.96%	2.68%

Contact: Gary S. Olson, President & CEO
Corporate Office: 200 Palmer Street
Stroudsburg, Pennsylvania 18360
Telephone: (570) 421-0531