

VERSAILLES FINANCIAL CORPORATION
CONSOLIDATED BALANCE SHEETS
March 31, 2020 and June 30, 2019

	March 31, <u>2020</u> (Unaudited)	June 30, <u>2019</u>
ASSETS		
Cash and due from financial institutions	\$ 3,305,924	\$ 3,016,115
Overnight deposits and Federal Funds sold	<u>6,747,000</u>	<u>6,939,000</u>
Total cash and cash equivalents	10,052,924	9,955,115
Interest-bearing time deposits in other financial institutions	1,500,000	1,000,000
Securities held to maturity (fair value of \$65,250 at March 31, 2020 and \$84,514 at June 30, 2019)	63,994	80,605
Loans, net of allowance of \$255,432 at March 31, 2020 and June 30, 2019	42,678,655	42,261,201
Federal Home Loan Bank stock	397,500	397,500
Premises and equipment, net	1,148,437	1,174,133
Accrued interest receivable	107,785	122,026
Other assets	<u>376,502</u>	<u>345,976</u>
 Total Assets	 <u><u>\$ 56,325,797</u></u>	 <u><u>\$ 55,336,556</u></u>
LIABILITIES		
Savings and checking accounts	\$ 23,993,852	\$ 23,292,895
Certificates of deposit	<u>17,092,060</u>	<u>15,976,020</u>
Total deposits	41,085,912	39,268,915
Federal Home Loan Bank advances	2,000,000	3,000,000
Other liabilities	<u>1,204,262</u>	<u>1,091,353</u>
Total liabilities	44,290,174	43,360,268
SHAREHOLDERS' EQUITY		
Preferred stock, \$.01 par value, 1,000,000 shares authorized, none issued and outstanding	-	-
Common stock, \$.01 par value, 10,000,000 shares authorized; 390,617 shares issued	3,845	3,871
Additional paid-in capital	3,043,776	3,089,125
Retained earnings	9,509,322	9,417,442
Treasury stock, 35,460 shares, at cost	(354,600)	(354,600)
Unearned employee stock ownership plan shares	<u>(166,720)</u>	<u>(179,550)</u>
Total shareholders' equity	<u>12,035,623</u>	<u>11,976,288</u>
 Total liabilities and shareholders' equity	 <u><u>\$ 56,325,797</u></u>	 <u><u>\$ 55,336,556</u></u>

VERSAILLES FINANCIAL CORPORATION
CONSOLIDATED STATEMENTS OF INCOME (UNAUDITED)
Three months and nine months ended March 31, 2020 and 2019

	Three months ended March 31,		Nine months ended March 31,	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Interest and dividend income				
Loans, including fees	\$ 503,651	\$ 514,889	\$ 1,511,449	\$ 1,500,137
Securities held to maturity	695	900	2,255	2,935
FHLB dividends	2,505	6,012	10,972	17,969
Deposits with banks	33,874	49,533	131,679	139,707
Total interest and dividend income	<u>540,724</u>	<u>571,334</u>	<u>1,656,354</u>	<u>1,660,748</u>
Interest expense				
Deposits	73,158	57,724	223,728	132,484
Federal Home Loan Bank advances	11,934	16,545	42,516	50,371
Total interest expense	<u>85,093</u>	<u>74,269</u>	<u>266,244</u>	<u>182,855</u>
Net interest income	455,632	497,065	1,390,111	1,477,893
Provision for loan losses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net interest income after provision for loan losses	455,632	497,065	1,390,111	1,477,893
Noninterest income				
Other income	4,468	4,166	14,473	12,582
Gain (loss) on fixed asset disposal	(105)	-	(105)	-
Total noninterest income	<u>4,363</u>	<u>4,166</u>	<u>14,368</u>	<u>12,582</u>
Noninterest expense				
Salaries and employee benefits	176,985	160,845	560,136	549,605
Occupancy and equipment	23,803	22,980	62,221	58,302
Directors' fees	20,201	20,500	61,601	63,250
Data processing	36,682	37,401	110,349	107,136
Franchise taxes	15,380	23,366	62,113	68,633
Legal, accounting and exam fees	32,074	39,888	94,660	94,000
Federal deposit insurance	-	3,168	2,195	9,898
Other	32,605	32,690	97,083	101,274
Total noninterest expense	<u>337,728</u>	<u>340,838</u>	<u>1,050,358</u>	<u>1,052,098</u>
Income before income taxes	122,267	160,393	354,121	438,377
Income tax expense	<u>26,700</u>	<u>35,000</u>	<u>78,000</u>	<u>92,768</u>
Net income	<u>\$ 95,567</u>	<u>\$ 125,393</u>	<u>\$ 276,121</u>	<u>\$ 345,609</u>
Basic and diluted earnings per common share	<u>\$ 0.26</u>	<u>\$ 0.34</u>	<u>\$ 0.75</u>	<u>\$ 0.94</u>