

CONSOLIDATED REPORT OF CONDITION

ASSETS	12/31/2017	12/31/2016
Cash & due from banks	\$6,160,666.00	\$5,370,335.00
Securities	\$5,812,535.00	\$5,497,332.00
Federal Funds Sold	\$0.00	\$0.00
Loans & Lease Receivables	\$51,281,722.00	\$44,304,878.00
Less: Allowance for Loan Losses	\$535,029.00	\$453,250.00
Net Loans	\$50,746,693.00	\$43,851,628.00
Premises & fixed assets	\$1,318,532.00	\$678,965.00
Other Assets	\$628,322.00	\$599,576.00
TOTAL ASSETS	\$64,666,748.00	\$55,997,836.00
LIABILITIES		
Deposits:		
Non-interest bearing	\$6,232,212.00	\$3,538,694.00
Interest bearing	\$47,616,983.00	\$41,744,521.00
Total Deposits	\$53,849,195.00	\$45,283,215.00
Federal Funds Purchased	\$0.00	\$0.00
Other Borrowed Money	\$4,000,000.00	\$4,000,000.00
Other Liabilities	\$407,416.00	\$334,455.00
TOTAL LIABILITIES	\$58,256,611.00	\$49,617,670.00
EQUITY CAPITAL		
Common Stock	\$1,200,000.00	\$1,200,000.00
Surplus	\$3,800,000.00	\$3,800,000.00
Undivided Profits	\$1,410,137.00	\$1,380,166.00
TOTAL EQUITY CAPITAL	\$6,410,137.00	\$6,380,166.00
TOTAL LIAB. & EQUITY CAPITAL	\$64,666,748.00	\$55,997,836.00

(Preliminary and Unaudited)

CONSOLIDATED REPORT OF INCOME

	12/31/17	12/31/16
INTEREST INCOME		
Interest & Fee Income on Loans	\$2,624,033.00	\$2,443,859.00
Interest on Investments	\$187,025.00	\$151,408.00
Interest on Fed Funds Sold	\$0.00	\$0.00
TOTAL INTEREST INCOME	\$2,811,058.00	\$2,595,267.00
INTEREST EXPENSE		
Interest on Demand Deposits	\$9,210.00	\$7,801.00
Interest on Savings Deposits	\$14,708.00	\$11,977.00
Interest on Time Deposits	\$247,890.00	\$212,895.00
Interest on Borrowed Funds	\$77,818.00	\$84,328.00
TOTAL INT. EXPENSE	\$349,626.00	\$317,001.00
NET INTEREST INCOME	\$2,461,432.00	\$2,278,266.00
PROVISION FOR LOAN LOSSES	\$72,000.00	\$72,000.00
NON-INTEREST INCOME		
Service Charges on DDA Accts.	\$102,027.00	\$90,873.00
All Other Operating Income	\$107,237.00	\$124,002.00
TOTAL NON-INT. INCOME	\$209,264.00	\$214,875.00
NON-INTEREST EXPENSE		
Salaries and Employee Benefits	\$1,163,768.00	\$1,069,855.00
Premises and Fixed Assets	\$301,291.00	\$175,641.00
All Other Expense	\$616,628.00	\$664,483.00
TOTAL NON-INT. EXP.	\$2,081,687.00	\$1,909,979.00
INCOME (LOSS) BEFORE TAXES	\$517,009.00	\$511,162.00
GAINS OR (LOSSES) ON SECURITIES	\$0.00	\$2,998.00
MINUS APPLICABLE INCOME TAXES	\$153,005.00	\$87,017.00
NET INCOME	\$364,004.00	\$427,143.00

FINANCIAL HIGHLIGHTS:

Statement of Condition	12/31/2017	12/31/2016
	(000)	(000)
TOTAL ASSETS	\$64,667	\$55,998
TOTAL LOANS	\$51,282	\$44,305
TOTAL DEPOSITS	\$53,849	\$45,283
TOTAL BORROWED FUNDS	\$4,000	\$4,000
NET INCOME	\$364	\$427
Per Share-Y.T.D.		
Number Shares Year-End	115,894	118,294
NET INCOME	\$3.14	\$3.61
CASH DIVIDENDS (to date)	\$2.10	\$2.00
BOOK VALUE (End of period)	\$55.31	\$53.94
MARKET VALUE (Last sale)		
High	\$55.00	\$55.00
Low	\$53.94	\$52.00
Financial Ratios		
RETURN ON EQUITY	5.62%	6.64%
RETURN ON ASSETS	0.60%	0.78%
CAPITAL TO ASSETS	9.91%	11.39%

DIRECTORS

Richard Goodell

Stephen Shoen

James Paris

Michael Hardy

James Lantz

Roger Thelen

David Barker

Roxanne Switzer

OFFICERS

James Paris President

David Barker Vice President

Robert Byram Vice President

Kelly Porter Asst. Vice President

Melissa Kerr Asst. Vice President

Denise Schneider Asst. Vice President,
Branch Mgr, Sheridan

Melinda Jensen Compliance Officer

EMPLOYEES

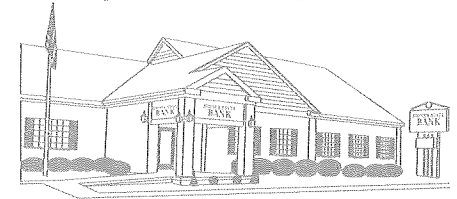
Jennifer Bliss	Amy Kurkowski
Kim Brundage	Vicki MacDermaid
Kayla Christensen	Kathy Peters
Gay Dora	Lee Ann Reese
Veronica Grimm	Tammy Ritter
Amber Hoitinga	Cindy Jorgensen Smith
Pamela Jeppesen	Carla Tuinhoff
	Cindy Wisser

Since 1921

STATEMENT OF CONDITION

SIDNEY BANCORP. INC.
and its subsidiary

SIDNEY STATE BANK
"Serving Montcalm County Since 1921"



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MEMBER FDIC