

PART I, FINANCIAL INFORMATION
ITEM 1: FINANCIAL STATEMENT
THE FARMERS BANCORP
CONSOLIDATED STATEMENTS OF CONDITION
(Dollars in Thousands)

ASSETS	September 30 2018	June 30 2018
	<u> </u>	<u> </u>
Cash and cash equivalents	\$19,998	\$26,647
Interest-bearing time deposits	1,910	1,910
Available-for-sale securities	41,065	35,797
Held-to-maturity securities	72,357	74,069
Loans held for sale	589	972
Loans net of allowance of \$4,266 and \$4,088	388,444	378,031
Premises and equipment - net	6,747	6,772
Restricted stock, at cost	1,743	1,743
Cash value of life insurance	13,041	13,393
Accrued income and other assets	<u>9,668</u>	<u>9,549</u>
	<u>\$555,562</u>	<u>\$548,883</u>
LIABILITIES & SHAREHOLDERS' EQUITY		
Liabilities		
Demand Deposits	\$143,744	\$139,474
Savings, NOW and money market deposits	263,647	264,374
Time Deposits	<u>53,846</u>	<u>53,110</u>
Total deposits	461,237	456,958
Short-term borrowings	15,324	14,240
Federal Home Loan Bank advances	10,000	10,000
Accrued expenses and other liabilities	<u>4,350</u>	<u>4,141</u>
	490,911	485,339
Shareholders' equity		
Common stock, (no par value- 2,400,000 shares authorized, 2,085,284 shares issued and outstanding)	2,885	2,885
Additional paid-in capital	1	1
Retained earnings	62,754	61,512
Accumulated other comprehensive income (loss)	<u>(989)</u>	<u>(854)</u>
	64,651	63,544
	<u>\$555,562</u>	<u>\$548,883</u>

THE FARMERS BANCORP
CONSOLIDATED STATEMENTS OF INCOME
(Dollars in Thousands except Per Share Amounts)

	Three Months Ended	
	Sept 2018	Sept 2017

Interest income		
Loans	\$5,100	\$4,636
Securities		
Taxable	504	516
Tax exempt	135	132
Other	<u>116</u>	<u>17</u>
Total Interest Income	5,855	5,301
Interest Expense		
Deposits	518	283
Short-term borrowings	8	11
Other borrowings	<u>59</u>	<u>100</u>
Total Interest Expense	585	394
Net Interest Income	5,270	4,907
Provision for loan losses	<u>150</u>	<u>50</u>
Net interest income after provision for loan losses	5,120	4,857
Other Operating Income		
Trust fees	323	160
Service charges and fees on deposit accounts	264	311
Gain on sale of loans	191	180
Increase in cash value of life insurance	55	58
Interchange income	318	266
Net Gain/(Loss) on real estate owned	2	16
Other	<u>179</u>	<u>147</u>
Total Other Income	1,332	1,138
Other Operating Expenses		
Salaries and employee benefits	2,232	2,199
Occupancy - net	238	230
Equipment	154	127
Data processing	390	349
Federal deposit insurance corporation	27	48
Other	<u>606</u>	<u>559</u>
Total Other Expense	3,648	3,512
Income Before Income Taxes	2,804	2,483
Income Tax Expense	<u>499</u>	<u>657</u>
Net Income	<u>2,305</u>	<u>1,826</u>
Per Share Data:		
Net income Per Share	\$1.11	\$0.88
Dividends Per Share	\$0.51	\$0.25