



**News Announcement  
For immediate release  
Grand Island, Nebraska**

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### **Third quarter Highlights**

- Equitable Financial Corp, parent company of Equitable Bank, reported profits of \$646,000 for the third quarter of fiscal year ending June 30, 2024, or \$.24 per share, compared to \$906,000 or .34 per share for the third quarter of fiscal year June 2023.
- Net interest income decreased \$183,000 to \$3.379 million for the quarter ending March 31, 2024, compared to \$3.562 million for the quarter ending March 31, 2023. This is related to higher funding costs.
- Net loans increased \$33 million to \$442 million for the quarter ending March 31, 2024, compared to \$409 million on March 31, 2023.
- Provision for loan losses for the third quarter of fiscal year ending March 31, 2024, was \$15,000 compared to \$(117,000) for the March 31, 2023, quarter end.
- Noninterest income increased \$42,000 to \$1.171 million for the third quarter of fiscal year ending June 30, 2024 compared to \$1.129 million for the third quarter of fiscal year ending June 30, 2023.
- Noninterest expense was \$3.691 million for the third quarter of fiscal year ending June 30, 2024, compared to \$3.538 million for the third quarter of fiscal year ending June 2023.
- Total assets were \$511,216 million as of March 31, 2024 quarter, compared to \$472,127 million for the quarter of March 31, 2023.
- During the quarter, the company repurchased 1,000 shares of stock, total cost of \$15,250, at an average price per share of \$15.25.

President/CEO Tom Gdowski, stated, "The increased funding costs associated with the Fed's aggressive rate hikes during the past year continues to impact our operating performance and net income. We expect this will continue and believe we will see improvement as our loans reset to market rates. Our asset quality continues to be strong as economic conditions are stable in the markets we serve. Non-interest income from mortgage banking activity continues to be depressed and likely not improve as the Fed has signaled rates could be higher for longer."

We continue to believe investing in our own shares via our stock repurchase program at the current prices is an effective use of capital. Our ability to do so is contingent on the overall performance of the Bank. If interested parties wish to sell their stock, please contact us."

## **About Equitable Financial Corp.**

Equitable Financial Corp. is the holding company for Equitable Bank, which is a Nebraska-based community bank headquartered in Grand Island. Equitable Bank has been in operation since 1882. A full-service bank with five branches in Grand Island, North Platte and Omaha, Equitable offers consumer, commercial and Ag loans, home loans, checking and savings accounts, financial planning, and retirement services.

## **Forward-Looking Statements**

When used in this Press Release, the words, or phrases “will likely result,” “are expected to,” “will continue,” “is anticipated,” “estimate,” “project,” or similar expressions are intended to identify “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. Such statements are subject to certain risks and uncertainties including, but not limited to, changes in economic conditions in the Company’s market area, changes in policies by regulatory agencies, fluctuations in interest rates, demand for loans in the Bank’s market area, competition that could cause actual results to differ materially from historical earnings and those presently anticipated or projected, and other risks described in the Company’s filings with the Securities and Exchange Commission. The Company cautions readers not to place undue reliance on any such forward-looking statements, which speak only as of the date made. The Company advises readers that the factors listed above could affect the Company’s financial performance and could cause the Company’s actual results for future periods to differ materially from any opinions or statements expressed with respect to future periods in any current statements. The Company does not undertake, and specifically disclaims any obligation, to publicly release the result of any revision which may be made to any forward-looking statements to reflect events or circumstances after the date of such statements or to reflect the occurrence of anticipated or unanticipated events.

**Equitable Financial Corp.**

## Balance Sheet

## Unaudited

	March 31, 2024	June 30, 2023
<b>Assets</b>		
Cash and due from financial institutions	\$ 14,094,129	\$ 6,705,585
Interest-earning deposits	2,939,107	1,698,970
Interest-bearing time deposits in banks	17,033,236	8,404,555
Securities available-for-sale	424,000	249,000
Securities held-to-maturity	28,754,220	30,233,000
Federal Home Loan Bank stock, at cost	4,943	7,979
Federal Reserve Bank stock, at cost	1,821,900	2,016,900
Loans, net of allowance for loan losses of \$6,027,000 and \$6,155,000, respectively	473,850	473,400
Premises and equipment, net	442,316,514	419,720,970
Foreclosed assets, net	7,853,911	8,162,359
Accrued interest receivable	—	—
Deferred taxes, net	3,597,168	3,038,319
Customer list intangible	750,608	905,462
Bank-owned life insurance	1,144,878	1,274,391
Other assets	4,025,808	3,942,259
	3,014,883	2,620,129
<b>Total assets</b>	<b>\$ 511,215,919</b>	<b>\$ 481,048,723</b>
<b>Liabilities and Stockholders' Equity</b>		
<b>Liabilities:</b>		
Noninterest-bearing deposits	\$ 51,055,400	\$ 57,448,538
Interest-bearing deposits	392,344,480	354,821,128
Lines of credit	443,399,880	412,269,666
Federal funds purchased	150,000	685,000
Federal Home Loan Bank Borrowings	—	2,888,000
Advance payments from borrowers for taxes and insurance	15,000,000	15,000,000
Accrued interest payable and other liabilities	864,232	884,811
<b>Total liabilities</b>	<b>3,136,282</b>	<b>2,857,233</b>
	462,550,394	434,584,710
Common stock in ESOP subject to contingent repurchase obligation	1,698,450	1,484,656
<b>Stockholders' equity:</b>		
Common stock, \$0.01 par value, 25,000,000 shares authorized 2,637,434 and 2,666,305 shares issued and outstanding at December 31, 2023 and June 30, 2023, respectively	26,374	26,663
Additional paid-in capital	17,092,618	17,483,294
Retained earnings	32,420,841	30,535,299
Unearned ESOP shares	(559,336)	(595,096)
Shares reserved for stock compensation	(7,457)	(18,074)
Accumulated other comprehensive loss, net of tax	(307,515)	(968,073)
Reclassification of ESOP shares	(1,698,450)	(1,484,656)
<b>Total stockholders' equity</b>	<b>46,967,075</b>	<b>44,979,357</b>
<b>Total liabilities and stockholders' equity</b>	<b>\$ 511,215,919</b>	<b>\$ 481,048,723</b>

# Equitable Financial Corp.

## Income Statement Unaudited

	For the year ended	
	March 31, 2024	March 31, 2023
Interest income:		
Loans	\$ 18,534,218	\$ 15,109,366
Securities	257,613	305,579
Other	484,754	183,767
<b>Total interest income</b>	<b>19,276,585</b>	<b>15,598,712</b>
Interest expense:		
Deposits	8,618,745	3,518,747
Federal Home Loan Bank borrowings	455,018	286,832
Other	73,954	121,620
<b>Total interest expense</b>	<b>9,147,717</b>	<b>3,927,199</b>
<b>Net interest income</b>	<b>10,128,868</b>	<b>11,671,513</b>
Provision for loan losses	(110,590)	258,154
<b>Net interest income after provision for loan losses</b>	<b>10,239,458</b>	<b>11,413,359</b>
Noninterest income:		
Service charges on deposit accounts	898,101	966,598
Brokerage fee income	1,738,056	1,587,949
Gain on sale of loans	116,849	95,649
Other loan fees	577,598	498,147
Other income	387,269	383,985
<b>Total noninterest income</b>	<b>3,717,873</b>	<b>3,532,329</b>
Noninterest expense:		
Salaries and employee benefits	6,462,597	6,174,319
Director and committee fees	128,446	112,800
Data processing fees	949,474	813,821
Occupancy and equipment	1,033,655	1,040,005
Regulatory fees and deposit insurance premium	242,417	178,880
Advertising and public relations	283,009	345,326
Professional fees	417,089	306,207
Supplies, telephone and postage	73,568	81,710
Other expenses	1,952,457	1,512,912
<b>Total noninterest expense</b>	<b>11,542,712</b>	<b>11,051,857</b>
Income before income taxes	2,414,619	3,893,831
Income tax expense	(571,156)	(973,258)
<b>Net income</b>	<b>\$ 1,843,463</b>	<b>\$ 2,920,573</b>

**Equitable Financial Corp.**

Selected Financial Data - Quarterly Trend

Unaudited

(Dollars in thousands, except per share amounts and percentages)

	Quarter Ended Fiscal Year June 30,											
	2024			2023				2022				
	March 31	December 31	September 30	June 30	March 31	December 31	September 30	June 30	March 31	December 31	September 30	
<b>Selected Financial Data</b>												
For the period:												
Interest income	\$ 6,703	\$ 6,421	\$ 6,153	\$ 5,714	\$ 5,422	\$ 5,406	\$ 4,771	\$ 4,101	\$ 3,772	\$ 3,748	\$ 5,102	
Interest expense	\$ 3,324	\$ 3,028	\$ 2,796	\$ 2,295	\$ 1,860	\$ 1,370	\$ 697	\$ 428	\$ 389	\$ 398	\$ 449	
Net interest income	\$ 3,379	\$ 3,393	\$ 3,357	\$ 3,419	\$ 3,562	\$ 4,036	\$ 4,074	\$ 3,673	\$ 3,383	\$ 3,350	\$ 4,653	
Provision for loan losses	\$ 15	\$ (10)	\$ (115)	\$ 209	\$ (117)	\$ 175	\$ 200	\$ 272	\$ 89	\$ 149	\$ 114	
Noninterest income	\$ 1,171	\$ 1,283	\$ 1,264	\$ 1,278	\$ 1,129	\$ 1,183	\$ 1,220	\$ 1,669	\$ 1,451	\$ 1,584	\$ 1,353	
Noninterest expense	\$ 3,691	\$ 3,864	\$ 3,988	\$ 3,713	\$ 3,538	\$ 3,774	\$ 3,740	\$ 3,460	\$ 3,522	\$ 3,818	\$ 3,739	
Income tax expense	\$ 198	\$ 196	\$ 177	\$ 108	\$ 364	\$ 295	\$ 314	\$ 357	\$ 255	\$ 235	\$ 515	
Net income	\$ 646	\$ 626	\$ 571	\$ 667	\$ 906	\$ 975	\$ 1,040	\$ 1,253	\$ 968	\$ 732	\$ 1,638	
Period-end:												
Loans (net of deferred origination costs and ALLL)	\$ 442,317	\$ 440,092	\$ 420,323	\$ 419,721	\$ 408,850	\$ 431,296	\$ 413,951	\$ 389,757	\$ 361,842	\$ 362,120	\$ 339,922	
Assets	\$ 511,216	\$ 497,897	\$ 492,816	\$ 481,049	\$ 472,127	\$ 494,270	\$ 478,270	\$ 454,828	\$ 456,667	\$ 434,842	\$ 431,985	
Deposits	\$ 443,400	\$ 427,816	\$ 427,165	\$ 412,270	\$ 414,409	\$ 418,618	\$ 402,703	\$ 396,158	\$ 396,777	\$ 375,867	\$ 374,098	
Shareholders' equity	\$ 46,967	\$ 46,418	\$ 45,692	\$ 44,979	\$ 44,355	\$ 43,488	\$ 42,592	\$ 42,410	\$ 41,743	\$ 41,387	\$ 40,982	
<b>Profitability Statistics</b>												
Return on average assets	0.51%	0.51%	0.47%	0.56%	0.75%	0.80%	0.89%	1.10%	0.87%	0.68%	1.53%	
Return on average shareholders' equity	5.53%	5.44%	5.04%	5.97%	8.25%	9.06%	9.79%	11.91%	9.32%	7.11%	16.23%	
Average shareholders' equity to average assets	9.25%	9.30%	9.31%	9.37%	9.09%	8.85%	9.11%	9.23%	9.32%	9.50%	9.45%	
<b>Common Stock Statistics</b>												
Common shares outstanding	2,637,434	2,638,434	2,657,740	2,666,305	2,678,582	2,698,838	2,714,438	2,753,047	2,769,047	2,771,884	2,791,914	
Book value per common share	\$ 17.81	\$ 17.59	\$ 17.19	\$ 16.87	\$ 16.56	\$ 16.11	\$ 15.69	\$ 15.40	\$ 15.07	\$ 14.93	\$ 14.68	
Earnings per common share	\$ 0.24	\$ 0.24	\$ 0.21	\$ 0.25	\$ 0.34	\$ 0.36	\$ 0.38	\$ 0.46	\$ 0.35	\$ 0.26	\$ 0.59	
Cash dividends declared per common share	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Dividend payout ratio	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	
<b>Regulatory Capital Ratios (Bank)</b>												
Total Capital	12.5%	12.5%	12.9%	12.7%	12.7%	11.7%	12.4%	12.3%	12.8%	12.3%	12.6%	
Common equity Tier 1 capital	11.3%	11.3%	11.6%	11.4%	11.4%	10.4%	11.1%	11.1%	11.5%	11.1%	11.3%	
Tier 1 capital (to risk-weighted assets)	11.3%	11.3%	11.6%	11.4%	11.4%	10.4%	11.1%	11.1%	11.5%	11.1%	11.3%	
Tier 1 capital (to adjusted total assets)	9.1%	9.2%	9.3%	9.4%	9.2%	8.8%	9.6%	9.5%	9.2%	9.1%	9.0%	