



American Commercial Bank & Trust

First Ottawa Bancshares, Inc.



FIRST QUARTER 2024 HIGHLIGHTS

(At or for period ended 3/31/2024 compared to period ended 3/31/2023)

Income Statement Highlights

- Interest Income on Loans increased by \$4.6 million over the same period in 2023. Increases were driven by higher loan balances and variable rate repricing.
- Interest Income on Investments increased by \$704 thousand over the same period in 2023. Increases were driven by higher balances and variable rate repricing.
- Interest Expense increased by \$4.7 million over the same period in 2023. Increases were driven by increases in the cost of funding due to the current rate environment and a \$253.0 million increase in deposit balances compared to the same period in 2023.
- Income from Service Charges increased by \$149 thousand over the same period in 2023. The increase is attributed to new customer acquisition and continued growth in deposit balances during 2023 and 2024.
- Residential Mortgage Servicing Income, including gain on sale, declined by \$16 thousand compared to the same period in 2023. Residential mortgage industry has slowed due to the current rate environment. There was no valuation adjustment to the mortgage servicing asset recorded in the current year.
- Non-Interest Expense increased by \$419 thousand, primarily due to increased salaries and benefits expense.
- Net Income increased by \$557 thousand, due primarily to the increase in net interest income after the provision for credit losses. This increase was primarily driven by growth in earning assets.

Balance Sheet Highlights

- Loans Net of ALLL increased by \$164.6 million compared to the same period in 2023 as a result of new client acquisition.
- Securities Available for Sale increased by \$42.7 million, primarily in GNMA instruments compared to the same period in 2023.
- Deposits increased by \$253.0 million compared to the same period in 2023. This increase was due to increased wholesale deposits and new customer acquisition

Markets

Chicago - Goose Island

1315 N North Branch St., Chicago 60642

Lisle

4733 Main St., Lisle, IL 60532

Morris

1771 N. Division St., Morris, IL 60450

Ottawa

701 LaSalle St., Ottawa, IL 61350

Schaumburg

1475 Woodfield Rd., STE 100, Schaumburg, IL 60173

Streator

409 E. Bridge St., Streator, IL 61364

Yorkville

1459 Cannonball Tr., Yorkville, IL 60560

Return on Ave Equity	16.03%
Return on Ave Assets	0.92%
Shares Outstanding	915,952
Book Value at Period End	\$105.05
Earnings Per Share - Basic	\$3.90
TTM EPS	\$16.14
NIM (annualized)*	3.60%

*Bank Only Ratio



Balance Sheet
(\$ in thousands, Except Share and Per Share Data)

	QTD 3/31/2024	QTD 3/31/2023
Assets		
Cash and Due from Banks	\$ 4,544	\$ 4,995
Interest Bearing Deposits in Financial Institutions	22,965	47,513
Cash and Cash Equivalents	27,509	52,508
Interest Bearing Time Deposits with Financial Institutions		
Securities Available for Sale	166,962	124,200
Loans Held for Sale	110	120
Loans, Net of Allowance for Loan Losses	1,277,236	1,112,666
Premise & Equipment, net	13,440	14,515
Other Real Estate Owned	49	134
Cash Surrender Value of Life Insurance	32,779	24,453
Accrued Interest Receivable and Other Assets	28,186	24,878
Total Assets	<u>\$ 1,546,271</u>	<u>\$ 1,353,474</u>
Liabilities and Shareholder's Equity		
Deposits, Total	\$ 1,354,348	\$ 1,101,288
Borrowings	84,500	161,000
Other Liabilities	16,452	14,204
Total Liabilities	<u>1,455,300</u>	<u>1,276,492</u>
Shareholder's Equity	<u>90,972</u>	<u>76,982</u>
Total Liabilities and Shareholders Equity	<u>\$ 1,546,272</u>	<u>\$ 1,353,474</u>

Income Statement
(\$ in thousands, Except Share and Per Share Data)

	QTD 3/31/2024	QTD 3/31/2023
Interest and Dividend Income		
Loans, Including Fees	\$ 20,816	\$ 16,219
Securities Available for Sale:		
Taxable	2,094	1,364
Exempt from Federal Tax	24	50
Other	367	361
Total Interest and Dividend Income	<u>23,301</u>	<u>17,994</u>
Interest Expense		
Deposits	8,675	4,226
Borrowings	1,782	1,471
Total Interest Expense	<u>10,457</u>	<u>5,697</u>
Net Interest Income	12,844	12,297
Provision for Loan Losses	1,350	1,770
Net Income After Provision for Loan Losses	11,494	10,527
Non Interest Income		
Service Fees	704	555
Trust and Farm Management Fees	228	225
Mortgage Servicing Income, Net	(8)	8
Other	360	256
Total Non Interest Income	<u>1,284</u>	<u>1,044</u>
Non Interest Expense		
Salaries and Employment Benefits	5,411	5,151
Occupancy and Equipment	759	795
Data Processing Fees	457	446
Insurance	514	316
Advertising	48	66
Professional Fees	238	236
Other Real Estate Owned, Net	28	33
Supplies	20	42
Other	503	474
Total Non Interest Expenses	<u>7,978</u>	<u>7,559</u>
Income Before Income Tax	4,800	4,012
Income Tax Expense	1,273	1,042
Net Income	<u>\$3,527</u>	<u>\$ 2,970</u>
QTD Earnings Per Share	<u>\$ 3.90</u>	<u>\$ 3.32</u>