

AMES NATIONAL CORPORATION AND SUBSIDIARIES

Consolidated Balance Sheets

(Unaudited)

	June 30,	June 30,
	2020	2019
ASSETS		
Cash and due from banks	\$ 32,528,234	\$ 22,615,322
Interest bearing deposits in financial institutions and federal funds sold	145,990,834	67,435,442
Securities available-for-sale	513,615,814	458,763,315
Federal Home Loan Bank (FHLB) and Federal Reserve Bank (FRB) stock, at cost	3,154,800	2,655,700
Loans receivable, net	1,146,046,388	873,639,020
Loans held for sale	2,033,360	766,945
Bank premises and equipment, net	17,628,860	15,733,212
Accrued income receivable	10,801,448	8,998,009
Other real estate owned	631,647	217,856
Bank-owned life insurance	2,878,838	2,806,029
Deferred income taxes	-	1,213,746
Other intangible assets, net	3,524,814	2,374,906
Goodwill	12,424,434	9,744,472
Other assets	5,712,963	1,631,159
Total assets	\$ 1,896,972,434	\$ 1,468,595,133
LIABILITIES AND STOCKHOLDERS' EQUITY		
LIABILITIES		
Deposits		
Demand, noninterest bearing	\$ 332,285,659	\$ 220,241,881
NOW accounts	483,065,694	386,894,248
Savings and money market	553,546,573	413,412,483
Time, \$250,000 and over	69,189,546	50,144,650
Other time	205,455,750	173,763,838
Total deposits	1,643,543,222	1,244,457,100
Securities sold under agreements to repurchase	36,892,657	31,693,100
FHLB advances	3,000,000	2,000,000
Dividends payable	-	2,215,709
Deferred income taxes	1,194,894	-
Accrued expenses and other liabilities	11,191,759	4,977,688
Total liabilities	1,695,822,532	1,285,343,597
STOCKHOLDERS' EQUITY		
Common stock, \$2 par value, authorized 18,000,000 shares; issued and outstanding 9,122,747 and 9,232,122 shares as of June 30, 2020 and June 30, 2019, respectively	18,245,494	18,464,244
Additional paid-in capital	17,001,736	19,019,767
Retained earnings	151,910,115	142,312,863
Accumulated other comprehensive income	13,992,557	3,454,662
Total stockholders' equity	201,149,902	183,251,536
Total liabilities and stockholders' equity	\$ 1,896,972,434	\$ 1,468,595,133

AMES NATIONAL CORPORATION AND SUBSIDIARIES

Consolidated Statements of Income

(unaudited)

	Three Months Ended		Six Months Ended	
	June 30,		June 30,	
	2020	2019	2020	2019
Interest and dividend income:				
Loans, including fees	\$ 12,569,869	\$ 10,808,142	\$ 25,156,883	\$ 21,509,571
Securities				
Taxable	1,917,332	1,554,713	3,738,572	3,043,565
Tax-exempt	954,525	1,067,955	1,864,422	2,168,529
Other interest and dividend income	195,703	290,465	713,015	528,033
Total interest and dividend income	15,637,429	13,721,275	31,472,892	27,249,698
Interest expense:				
Deposits	1,898,046	2,606,384	4,548,412	4,965,216
Other borrowed funds	59,355	184,634	198,527	383,848
Total interest expense	1,957,401	2,791,018	4,746,939	5,349,064
Net interest income	13,680,028	10,930,257	26,725,953	21,900,634
Provision for loan losses	1,566,476	68,320	3,882,631	166,414
Net interest income after provision for loan losses	12,113,552	10,861,937	22,843,322	21,734,220
Noninterest income:				
Wealth management income	909,728	1,019,143	1,771,461	1,803,757
Service fees	305,544	387,133	746,237	757,429
Securities gains, net	43,910	1,890	429,925	1,890
Gain on sale of loans held for sale	572,718	224,031	839,458	396,757
Merchant and card fees	410,414	386,384	836,254	747,525
Other noninterest income	185,910	194,358	436,081	431,289
Total noninterest income	2,428,224	2,212,939	5,059,416	4,138,647
Noninterest expense:				
Salaries and employee benefits	5,812,449	4,797,497	11,587,645	9,513,325
Data processing	1,336,401	872,064	2,527,453	1,763,445
Occupancy expenses, net	656,752	518,559	1,347,938	1,117,564
FDIC insurance assessments	49,857	91,666	49,857	191,895
Professional fees	397,755	382,983	741,479	771,829
Business development	181,546	248,178	445,689	516,775
Intangible asset amortization	217,223	139,314	434,446	302,978
New market tax credit projects amortization	145,390	-	290,771	-
Other operating expenses, net	302,138	167,717	724,282	496,923
Total noninterest expense	9,099,511	7,217,978	18,149,560	14,674,734
Income before income taxes	5,442,265	5,856,898	9,753,178	11,198,133
Income tax expense	1,014,600	1,239,305	1,771,000	2,343,105
Net income	\$ 4,427,665	\$ 4,617,593	\$ 7,982,178	\$ 8,855,028
Basic and diluted earnings per share	\$ 0.49	\$ 0.50	\$ 0.87	\$ 0.96
Declared dividends per share	\$ -	\$ 0.24	\$ 0.25	\$ 0.48