

**AMES NATIONAL CORPORATION AND SUBSIDIARIES**

**Consolidated Balance Sheets**

*(in thousands, except share and per share data)*

	<i>(unaudited)</i>	<i>(audited)</i>
	<b>December 31,</b>	<b>December 31,</b>
	<b>2021</b>	<b>2020</b>
<b>ASSETS</b>		
Cash and due from banks	\$ 19,590	\$ 24,819
Interest-bearing deposits in financial institutions and federal funds sold	86,461	166,704
Securities available-for-sale	831,003	596,999
Federal Home Loan Bank (FHLB) and Federal Reserve Bank (FRB) stock, at cost	3,422	3,148
Loans receivable, net	1,144,108	1,129,505
Loans held for sale	-	1,621
Bank premises and equipment, net	17,512	17,340
Accrued income receivable	10,124	11,143
Bank-owned life insurance	2,985	2,916
Deferred income taxes, net	1,922	-
Other intangible assets, net	2,505	3,133
Goodwill	12,424	12,424
Other assets	4,985	5,896
<b>Total assets</b>	<b>\$ 2,137,041</b>	<b>\$ 1,975,648</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
<b>LIABILITIES</b>		
Deposits		
Noninterest-bearing checking	\$ 411,585	\$ 349,500
Interest-bearing checking	575,997	528,796
Savings and money market	674,975	581,224
Time, \$250 and over	40,793	60,019
Other time	174,669	196,907
<b>Total deposits</b>	<b>1,878,019</b>	<b>1,716,446</b>
Securities sold under agreements to repurchase	39,851	37,293
FHLB advances	3,000	3,000
Dividends payable	2,364	-
Deferred income taxes, net	-	1,731
Accrued expenses and other liabilities	6,029	7,691
<b>Total liabilities</b>	<b>1,929,263</b>	<b>1,766,161</b>
<b>STOCKHOLDERS' EQUITY</b>		
Common stock, \$2 par value, authorized 18,000,000 shares; issued and outstanding 9,092,167 <i>(unaudited)</i> and 9,122,747 shares as of December 31, 2021 and 2020, respectively.	18,184	18,245
Additional paid-in capital	16,353	17,002
Retained earnings	170,377	158,217
Accumulated other comprehensive income	2,864	16,023
<b>Total stockholders' equity</b>	<b>207,778</b>	<b>209,487</b>
<b>Total liabilities and stockholders' equity</b>	<b>\$ 2,137,041</b>	<b>\$ 1,975,648</b>

**AMES NATIONAL CORPORATION AND SUBSIDIARIES**

**Consolidated Statements of Income**

*(in thousands, except per share data)*

	<i>(unaudited)</i>	<i>(unaudited)</i>	<i>(unaudited)</i>	<i>(audited)</i>
	<b>Three Months Ended</b>		<b>Year Ended</b>	
	<b>December 31,</b>		<b>December 31,</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
<b>Interest and dividend income:</b>				
Loans, including fees	\$ 11,188	\$ 12,448	\$ 47,829	\$ 50,470
Securities				
Taxable	2,404	2,039	8,861	7,764
Tax-exempt	703	872	3,095	3,628
Other interest and dividend income	182	191	697	1,079
<b>Total interest and dividend income</b>	<b>14,477</b>	<b>15,550</b>	<b>60,482</b>	<b>62,941</b>
<b>Interest expense:</b>				
Deposits	931	1,554	4,342	7,821
Other borrowed funds	37	39	143	277
<b>Total interest expense</b>	<b>968</b>	<b>1,593</b>	<b>4,485</b>	<b>8,098</b>
<b>Net interest income</b>	<b>13,509</b>	<b>13,957</b>	<b>55,997</b>	<b>54,843</b>
Provision (credit) for loan losses	(217)	1,257	(757)	5,681
<b>Net interest income after provision (credit) for loan losses</b>	<b>13,726</b>	<b>12,700</b>	<b>56,754</b>	<b>49,162</b>
<b>Noninterest income:</b>				
Wealth management income	1,224	1,040	4,448	3,848
Service fees	409	396	1,474	1,523
Securities gains, net	-	-	24	430
Gain on sale of loans held for sale	360	626	1,673	2,112
Merchant and card fees	511	476	2,019	1,772
Other noninterest income	218	227	899	935
<b>Total noninterest income</b>	<b>2,722</b>	<b>2,765</b>	<b>10,537</b>	<b>10,620</b>
<b>Noninterest expense:</b>				
Salaries and employee benefits	5,515	5,441	22,281	22,869
Data processing	1,560	1,445	5,549	5,182
Occupancy expenses, net	665	652	2,664	2,668
FDIC insurance assessments	137	127	578	313
Professional fees	356	388	1,663	1,537
Business development	630	329	1,465	1,082
Intangible asset amortization	149	176	628	826
New markets tax credit projects amortization	160	203	639	639
Other operating expenses, net	129	349	1,151	1,435
<b>Total noninterest expense</b>	<b>9,301</b>	<b>9,110</b>	<b>36,618</b>	<b>36,551</b>
<b>Income before income taxes</b>	<b>7,147</b>	<b>6,355</b>	<b>30,673</b>	<b>23,231</b>
Income tax expense	1,850	1,159	6,760	4,381
<b>Net income</b>	<b>\$ 5,297</b>	<b>\$ 5,196</b>	<b>\$ 23,913</b>	<b>\$ 18,850</b>
Basic and diluted earnings per share	\$ 0.58	\$ 0.57	\$ 2.62	\$ 2.06
Declared dividends per share	\$ 0.26	\$ 0.25	\$ 1.29	\$ 0.75