

AMES NATIONAL CORPORATION AND SUBSIDIARIES

Consolidated Balance Sheets (unaudited)
(in thousands, except share and per share data)

	September 30, 2021	September 30, 2020
ASSETS		
Cash and due from banks	\$ 25,607	\$ 22,750
Interest-bearing deposits in financial institutions and federal funds sold	122,786	119,643
Securities available-for-sale	765,423	548,818
Federal Home Loan Bank (FHLB) and Federal Reserve Bank (FRB) stock, at cost	3,424	3,148
Loans receivable, net	1,126,059	1,159,063
Loans held for sale	378	2,797
Bank premises and equipment, net	16,929	17,296
Accrued income receivable	11,178	12,173
Bank-owned life insurance	2,968	2,897
Deferred income taxes, net	725	-
Other intangible assets, net	2,654	3,309
Goodwill	12,424	12,424
Other assets	5,841	6,077
Total assets	\$ 2,096,396	\$ 1,910,395
LIABILITIES AND STOCKHOLDERS' EQUITY		
LIABILITIES		
Deposits		
Noninterest-bearing checking	\$ 373,883	\$ 337,488
Interest-bearing checking	585,056	504,329
Savings and money market	654,345	548,919
Time, \$250 and over	44,641	66,911
Other time	178,783	202,526
Total deposits	1,836,708	1,660,173
Securities sold under agreements to repurchase	36,277	30,492
FHLB advances	3,000	3,000
Dividends payable	2,366	-
Deferred income taxes, net	-	1,698
Accrued expenses and other liabilities	7,665	8,995
Total liabilities	1,886,016	1,704,358
STOCKHOLDERS' EQUITY		
Common stock, \$2 par value, authorized 18,000,000 shares; issued and outstanding 9,098,144 and 9,122,747 shares as of September 30, 2021 and 2020, respectively.	18,196	18,245
Additional paid-in capital	16,480	17,002
Retained earnings	167,443	155,301
Accumulated other comprehensive income	8,261	15,489
Total stockholders' equity	210,380	206,037
Total liabilities and stockholders' equity	\$ 2,096,396	\$ 1,910,395

AMES NATIONAL CORPORATION AND SUBSIDIARIES

Consolidated Statements of Income *(unaudited)*
(in thousands, except per share data)

	Three Months Ended		Nine Months Ended	
	September 30,		September 30,	
	2021	2020	2021	2020
Interest and dividend income:				
Loans, including fees	\$ 12,530	\$ 12,865	\$ 36,641	\$ 38,022
Securities				
Taxable	2,256	1,986	6,457	5,725
Tax-exempt	725	892	2,392	2,756
Other interest and dividend income	168	175	515	888
Total interest and dividend income	15,679	15,918	46,005	47,391
Interest expense:				
Deposits	993	1,719	3,411	6,267
Other borrowed funds	34	39	106	238
Total interest expense	1,027	1,758	3,517	6,505
Net interest income	14,652	14,160	42,488	40,886
Provision (credit) for loan losses	(94)	541	(540)	4,424
Net interest income after provision (credit) for loan losses	14,746	13,619	43,028	36,462
Noninterest income:				
Wealth management income	1,147	1,037	3,224	2,808
Service fees	385	381	1,065	1,127
Securities gains, net	24	-	24	430
Gain on sale of loans held for sale	429	647	1,313	1,486
Merchant and card fees	488	460	1,508	1,296
Other noninterest income	200	271	681	708
Total noninterest income	2,673	2,796	7,815	7,855
Noninterest expense:				
Salaries and employee benefits	5,487	5,840	16,766	17,428
Data processing	1,307	1,210	3,989	3,737
Occupancy expenses, net	632	668	1,999	2,016
FDIC insurance assessments	154	136	441	186
Professional fees	396	408	1,307	1,149
Business development	344	307	835	753
Intangible asset amortization	159	216	479	650
New markets tax credit projects amortization	160	145	479	436
Other operating expenses, net	258	362	1,022	1,086
Total noninterest expense	8,897	9,292	27,317	27,441
Income before income taxes	8,522	7,123	23,526	16,876
Income tax expense	1,808	1,451	4,910	3,222
Net income	\$ 6,714	\$ 5,672	\$ 18,616	\$ 13,654
Basic and diluted earnings per share	\$ 0.74	\$ 0.62	\$ 2.04	\$ 1.49
Declared dividends per share	\$ 0.52	\$ 0.25	\$ 1.03	\$ 0.50