

**AMES NATIONAL CORPORATION AND SUBSIDIARIES**

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

	<b>June 30, 2022</b>	<b>June 30, 2021</b>
<b>ASSETS</b>		
Cash and due from banks	\$ 24,097	\$ 24,890
Interest-bearing deposits in financial institutions and federal funds sold	50,581	125,109
<b>Total cash and cash equivalents</b>	<b>74,678</b>	<b>149,999</b>
Interest-bearing time deposits	14,677	16,173
Securities available-for-sale	828,389	740,102
Federal Home Loan Bank (FHLB) and Federal Reserve Bank (FRB) stock, at cost	3,201	3,427
Loans receivable, net	1,140,609	1,124,435
Loans held for sale	473	311
Bank premises and equipment, net	18,274	16,925
Accrued income receivable	9,478	9,596
Bank-owned life insurance	3,019	2,950
Deferred income taxes, net	18,352	323
Other intangible assets, net	2,212	2,813
Goodwill	12,424	12,424
Other assets	5,187	5,982
<b>Total assets</b>	<b>\$ 2,130,973</b>	<b>\$ 2,085,460</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
<b>LIABILITIES</b>		
Deposits		
Noninterest-bearing checking	\$ 396,499	\$ 375,735
Interest-bearing checking	616,308	564,268
Savings and money market	708,589	658,482
Time, \$250 and over	39,182	49,430
Other time	165,562	183,484
<b>Total deposits</b>	<b>1,926,140</b>	<b>1,831,399</b>
Securities sold under agreements to repurchase	35,666	33,268
FHLB advances and other borrowings	4,000	3,000
Dividends payable	2,428	-
Accrued expenses and other liabilities	5,388	7,671
<b>Total liabilities</b>	<b>1,973,622</b>	<b>1,875,338</b>
<b>STOCKHOLDERS' EQUITY</b>		
Common stock, \$2 par value, authorized 18,000,000 shares; issued and outstanding 8,992,167 and 9,122,747 shares as of June 30, 2022 and 2021, respectively.	17,984	18,245
Additional paid-in capital	14,253	17,002
Retained earnings	174,832	165,466
Accumulated other comprehensive income (loss)	(49,718)	9,409
<b>Total stockholders' equity</b>	<b>157,351</b>	<b>210,122</b>
<b>Total liabilities and stockholders' equity</b>	<b>\$ 2,130,973</b>	<b>\$ 2,085,460</b>

**AMES NATIONAL CORPORATION AND SUBSIDIARIES**

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

	<b>Three Months Ended</b>		<b>Six Months Ended</b>	
	<b>June 30,</b>		<b>June 30,</b>	
	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>
<b>Interest and dividend income:</b>				
Loans, including fees	\$ 10,897	\$ 12,127	\$ 21,541	\$ 24,111
Securities				
Taxable	3,047	2,212	5,635	4,201
Tax-exempt	675	823	1,349	1,667
Other interest and dividend income	259	169	425	347
<b>Total interest and dividend income</b>	<b>14,878</b>	<b>15,331</b>	<b>28,950</b>	<b>30,326</b>
<b>Interest expense:</b>				
Deposits	1,186	1,124	2,074	2,418
Other borrowed funds	56	35	88	72
<b>Total interest expense</b>	<b>1,242</b>	<b>1,159</b>	<b>2,162</b>	<b>2,490</b>
<b>Net interest income</b>	<b>13,636</b>	<b>14,172</b>	<b>26,788</b>	<b>27,836</b>
Provision (credit) for loan losses	(59)	(20)	(186)	(446)
<b>Net interest income after provision (credit) for loan losses</b>	<b>13,695</b>	<b>14,192</b>	<b>26,974</b>	<b>28,282</b>
<b>Noninterest income:</b>				
Wealth management income	1,246	1,145	2,526	2,077
Service fees	327	347	665	680
Securities gains, net	-	-	35	-
Gain on sale of loans held for sale	184	380	364	884
Merchant and card fees	458	556	900	1,020
Other noninterest income	164	208	442	481
<b>Total noninterest income</b>	<b>2,379</b>	<b>2,636</b>	<b>4,932</b>	<b>5,142</b>
<b>Noninterest expense:</b>				
Salaries and employee benefits	5,750	5,772	11,361	11,279
Data processing	1,668	1,310	3,100	2,682
Occupancy expenses, net	706	639	1,423	1,367
FDIC insurance assessments	148	148	295	287
Professional fees	502	515	976	911
Business development	299	254	635	491
Intangible asset amortization	147	160	293	320
New markets tax credit projects amortization	189	159	378	319
Other operating expenses, net	442	457	769	764
<b>Total noninterest expense</b>	<b>9,851</b>	<b>9,414</b>	<b>19,230</b>	<b>18,420</b>
<b>Income before income taxes</b>	<b>6,223</b>	<b>7,414</b>	<b>12,676</b>	<b>15,004</b>
Income tax expense	2,030	1,535	3,338	3,102
<b>Net income</b>	<b>\$ 4,193</b>	<b>\$ 5,879</b>	<b>\$ 9,338</b>	<b>\$ 11,902</b>
Basic and diluted earnings per share	\$ 0.46	\$ 0.64	\$ 1.03	\$ 1.30
Declared dividends per share	\$ 0.27	\$ 0.26	\$ 0.54	\$ 0.51