

Staff

Jim Bartoloni	Mary Jane Gunderson	Nita O'Neill
Pat Bornemann	Brenda Haynes	Lori Ramey
Jessica Brouwer	Amanda Helm	Sarah Ratajczak
Deb Doyle	Rick Jameson	Clarissa Salinas
Amy Fay	Tricia Jones	Deb Schultz
Diana Gibson	Rebecca Kubly	Cheryl Hunt
Kate Gibson	Zac Lehn	Becki Trainor
Amy Golightly	Kim McKee	Aubrie Wall
Haley Guisti	Todd McKey	Lou Wasilewski
	Shelli Merkel	

Board of Directors

Ryan Anderson - Glen Brandner - Rick Jameson
Terry Judd - Ryan Linnig - Harold Read
Eve Postula - Ralph "Joe" Gensini - Bill Umikis

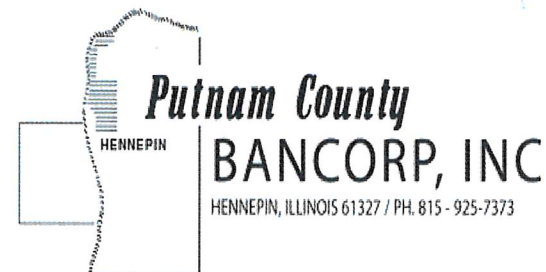
Ladd Advisory Board

Rhonda Bezely - Glen Brandner - Brandy Cattani
Will Linker - Kathy Martin - Kim McKee
Gene Merkel - Mike Morris - Deb Schultz

126 E High Street Hennepin, IL 61327 815.925.7373	110 N Main Ave Ladd, IL 61329 815.894.2386
---	--

Member FDIC - www.ncb-ebanc.com

2018 Annual Report



CONSOLIDATED BALANCE SHEET

Year ended December 31st

ASSETS	2018	2017
Cash and due from banks	\$ 2,127,223	\$ 2,810,505
Investment securities	47,482,892	55,656,182
Loans, less allowance for loan losses	66,814,181	61,875,527
Premises and equipment	549,061	569,652
Other assets	3,401,864	3,477,456
Total assets	<u>\$ 120,375,221</u>	<u>\$ 124,389,322</u>

LIABILITIES

Total deposits	\$ 100,492,050	\$ 102,018,409
Other liabilities	4,562,060	6,300,827
Total liabilities	<u>\$ 105,054,110</u>	<u>\$ 108,319,236</u>

STOCKHOLDERS' EQUITY

Common stock	\$ 369,425	\$ 374,075
Additional paid-in capital	2,398,744	2,604,662
Retained earnings	14,087,385	13,779,343
Net unrealized gain(loss) on AFS securities	-1,534,443	-687,994
Total stockholders' equity	<u>15,321,111</u>	<u>16,070,086</u>
Total liabilities and stockholders' equity	<u>\$ 120,375,221</u>	<u>\$ 124,389,322</u>

Number of shares outstanding at year-end	14,777	14,963
Total book value per share	\$ 1,140.66	\$ 1,119.97
(adjusted for unrealized gain or loss)		
Total book value per share	\$ 1,036.82	\$ 1,073.99

CONSOLIDATED INCOME STATEMENT

Year ended December 31st

INTEREST AND DIVIDEND INCOME	2018	2017
Interest on loans	\$ 3,074,420	\$ 2,974,174
Interest and dividends on investment securities	1,007,927	1,121,502
Other interest and dividend income	23,820	23,163
Total interest and dividend income	<u>\$ 4,106,167</u>	<u>\$ 4,118,839</u>

INTEREST EXPENSE

Interest on deposits	\$ 381,810	\$ 362,630
Interest, other	85,569	93,430
Total interest expense	467,379	456,060
Net interest income	3,638,788	3,662,779
Provision for loan losses (LLP)	0	0
Net interest income after LLP	<u>\$ 3,638,788</u>	<u>\$ 3,662,779</u>

OTHER INCOME

Service charges	\$ 406,442	\$ 316,409
Other operating income	553,118	473,756
Total other income	<u>\$ 959,560</u>	<u>\$ 790,165</u>

OTHER EXPENSES

Salaries and employee benefits	\$ 1,897,203	\$ 1,856,745
Professional services	46,059	31,616
Advertising	70,024	67,649
Other operating expense	1,111,116	1,232,248
Total other expenses	3,124,402	3,188,258
Income before income taxes	1,473,946	1,264,686
Income tax expense (benefit)	19,413	16,538
Net income	<u>\$ 1,454,533</u>	<u>\$ 1,248,148</u>