

**Officers of
The Honesdale National Bank**

William Schweighofer..... *Chairman of the Board*
 John P. Burlein.....*Vice Chairman*
 David E. Raven.....*President and Chief Executive Officer*
 Marcele R. Swingle..... *Executive Vice President*
 Raymond J. Ceccotti..... *Senior Vice President*
 Christopher T. Bresset.....*Vice President*
 Katherine M. Bryant.....*Vice President*
 Christopher T. Cook..... *Vice President*
 Charles D. Curtin..... *Vice President*
 Kathleen Enslin.....*Vice President*
 Catherine Ferraro.....*Vice President*
 Sean A. Finan.....*Vice President*
 Gregory G. Gula.....*Vice President*
 Stephen A. Homza.....*Vice President*
 Jennifer Jaycox.....*Vice President*
 Cynthia M. Motichka.....*Vice President*
 James V. Musto.....*Vice President*
 Elizabeth C. Nagy..... *Vice President*
 Michael E. Rollison.....*Vice President*
 Ralph E. Scartelli.....*Vice President*
 Ronald M. Sebastianelli.....*Vice President*
 Richard C. Simmers.....*Vice President*
 Richard M. Soden.....*Vice President*
 Luke W. Woodmansee.....*Vice President*
 Nicholas D'Alberto..... *Assistant Vice President*
 Karen A. Decker..... *Assistant Vice President*
 Lisa A. Dowse..... *Assistant Vice President*
 Robert B. Ferraro..... *Assistant Vice President*
 Elizabeth Hazen..... *Assistant Vice President*
 Carol L. Milani..... *Assistant Vice President*
 Linda A. Miller..... *Assistant Vice President*
 Donna Rinehimer..... *Assistant Vice President*
 Melissa Rushworth..... *Assistant Vice President*
 Paulette Straka..... *Assistant Vice President*
 Brian P. Wilken..... *Assistant Vice President*
 Lisa S. Bonham..... *Assistant Trust Officer*
 Randy Donovan..... *Commercial Loan Officer I*
 John Conte III..... *Loan Officer*
 Mary Ann Risboskin..... *Loan Officer*
 Beverly A. Simons..... *Branch Manager/Loan Officer*
 Lacey P. Churmblo..... *Accounting Officer*
 Kevin Colgan..... *Fraud/Security Officer*



The Honesdale National Bank
 800-HNB-9515 • www.hnbbank.bank

Corporate Center
 724 Main Street, Honesdale, PA
 570-253-3355

Honesdale
 733 Main Street 570-253-3355
 1207 Texas Palmyra Hwy. 570-253-5991
Clarks Summit
 651 Northern Boulevard 570-587-2274
Eynon
 202 Betty Street 570-876-1079
Forest City
 619 Main Street 570-785-2274
Hamlin
 559 Hamlin Highway 570-689-1922
Kingston
 786 Wyoming Avenue 570-283-6900
Lackawaxen
 180 Scenic Drive 570-685-1000
Lakewood
 718 Como Road 570-798-2399
Lake Wallenpaupack
 2547 Route 6 570-226-8300
Montdale
 13 Chapman Lake Road 570-254-2274

HNB Mortgage Center
 38 N. Franklin Street, Wilkes-Barre, PA
 800-426-4884 • 570-826-1800

24-Hour Telephone Banking
 570-253-4817 • 1-888-HNB-9773

Email
 hnb@hnbbank.com

Member FDIC - Equal Housing Lender - Equal Opportunity Lender

**HONAT BANCORP, INC.
 AND SUBSIDIARY**

HONESDALE, PA



• DIRECTORS •

Alfred D. Beck
 John P. Burlein
 Michael W. Cavage
 Roger L. Dirlam
 Robert C. Grimm
 Charles H. Jurgensen
 Paul M. Meagher
 Kurt I. Propst
 David E. Raven
 William Schweighofer

• OFFICERS •

William Schweighofer
Chairman of the Board
John P. Burlein
Vice Chairman
David E. Raven
President & Chief Executive Officer
Marcele R. Swingle
Secretary
Katherine M. Bryant
Treasurer

**For Quarter Ended
 September 30, 2018**

Honat Bancorp, Inc.**Consolidated Balance Sheets (Unaudited)**

Assets	September 30th,	
	2018	2017
	(In Thousands, except Share and Per Share Data)	
Cash and due from banks	\$ 9,642	\$ 10,769
Interest-bearing deposits	1,012	9,760
Cash and cash equivalents	10,654	20,529
Securities available for sale	100,087	102,553
Fed funds sold	8,008	0
Mortgage loans held for sale	547	2,674
Loans receivable, net of allowance		
for loan losses 2018-\$9,237; 2017-\$8,740	487,160	468,840
Investment in restricted stock, at cost	825	476
Bank premises and equipment, net	7,684	7,778
Accrued interest receivable	2,151	2,010
Investment in life insurance	20,058	15,754
Other assets	9,248	9,896
Total Assets	\$ 646,422	\$ 630,510
	Liabilities and Stockholders' Equity	
Liabilities		
Deposits		
Non-interest-bearing	\$ 156,667	\$ 150,739
Interest-bearing	374,641	373,551
Total deposits	531,308	524,290
Short-term borrowings	7,270	0
Accrued interest payable	727	553
Other liabilities	8,612	8,327
Total Liabilities	547,917	533,170
Stockholders' Equity		
Common stock, par value \$.20 per share; authorized 5,000,000 shares; issued 1,800,000 shares; outstanding		
2018 and 2017 - 1,481,136 and 1,492,466	360	360
Surplus	1,015	1,015
Retained earnings	107,143	103,301
Accumulated other comprehensive income	(209)	1,310
Treasury stock, at cost, 2018 and 2017 - 318,864 and 307,534	(9,804)	(8,646)
Total Stockholders' Equity	98,505	97,340
Total Liabilities and Stockholders' Equity	\$ 646,422	\$ 630,510

Honat Bancorp, Inc.**Consolidated Statements of Income (Unaudited)**

	Period Ended September 30th,	
	2018	2017
	(In Thousands)	
Interest Income		
Loans receivable, including fees	\$ 17,578	\$ 16,355
Securities:		
Taxable	695	532
Tax exempt	1,391	1,564
Other	41	34
Total Interest Income	19,705	18,485
Interest Expense		
Deposits	1,619	1,463
Other	52	49
Total Interest Expense	1,671	1,512
Net Interest Income	18,034	16,973
Provision for Loan Losses	650	475
Net Interest Income after Provision for Loan Losses	17,384	16,498
Other Income		
Customer service fees	1,493	1,366
Mortgage banking activities	535	545
Income from fiduciary accounts	380	366
Bank owned life insurance earnings	352	256
Other	581	350
Total Other Income	3,341	2,883
Other Expenses		
Salaries and wages	5,289	4,719
Employee benefits	2,532	2,060
Occupancy	1,019	803
Data processing	509	501
Furniture and equipment	409	377
Advertising and promotion	313	294
Legal and professional	322	275
Donations	242	153
State tax	554	543
FDIC insurance premium	134	140
Other	1,907	1,884
Total Other Expenses	13,230	11,749
Income Before Income Tax	7,495	7,632
Federal Income Tax Expense	1,067	1,792
Net Income	\$ 6,428	\$ 5,840