

**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*
 Vicky Bryant..... *Assistant 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*
 Laurie Harrington..... *Assistant Vice President*
 Elizabeth Hazen..... *Assistant Vice President*
 Linda A. Miller.....*Assistant Vice President*
 Sharon Pryharski..... *Assistant Vice President*
 Donna Rinehimer..... *Assistant Vice President*
 Melissa Rushworth..... *Assistant Vice President*
 Paulette Straka..... *Assistant Vice President*
 Brian P. Wilken..... *Assistant Vice President*
 Lacey P. Churmblo..... *Accounting Officer*
 Lisa S. Bonham..... *Assistant Trust Officer*
 Beverly A. Simons..... *Branch Manager/Loan Officer*
 Randy Donovan..... *Commercial Loan Officer I*
 Kevin Colgan..... *Fraud/Security Officer*
 John Conte III..... *Loan Officer*
 Mary Ann Risboskin..... *Loan 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

Hallstead Loan Production Office

313 Main Street 570-251-0320

Hamlin

559 Hamlin Highway 570-689-1922

Kingston

786 Wyoming Avenue 570-283-6900

Lackawaxen

180 Scenic Drive 570-685-1000

Lakewood

18 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

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

June 30, 2019

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

	June 30th	
	2019	2018
	(In Thousands, except Share and Per Share Data)	
Assets		
Cash and due from banks	\$ 7,201	\$ 7,842
Interest-bearing deposits	11,895	1,327
Cash and cash equivalents	<u>19,096</u>	<u>9,169</u>
Securities available for sale	107,858	104,136
Fed funds sold	12,000	12,000
Equity securities at fair value	486	466
Mortgage loans held for sale	1,083	227
Loans receivable, net of allowance		
for loan losses 2019: \$9,529; 2018: \$8,794	515,313	473,573
Investment in restricted stock, at cost	549	478
Bank premises and equipment, net	7,760	7,782
Accrued interest receivable	2,413	2,109
Investment in life insurance	20,444	19,940
Other assets	9,747	9,468
Total Assets	<u>\$ 696,749</u>	<u>\$ 639,348</u>
	Liabilities and Stockholders' Equity	
Liabilities		
Deposits		
Non-interest-bearing	\$ 159,480	\$ 153,593
Interest-bearing	423,010	378,517
Total Deposits	<u>582,490</u>	<u>532,110</u>
Accrued interest payable	1,288	601
Other liabilities	9,473	9,030
Total Liabilities	<u>593,251</u>	<u>541,741</u>
Stockholders' Equity		
Common stock, par value \$.20 per share; authorized 5,000,000 shares; issued 1,800,000 shares; outstanding 2019 and 2018: 1,471,286 and 1,481,474	360	360
Surplus	1,015	1,015
Retained earnings	111,973	105,807
Accumulated other comprehensive income	1,007	194
Treasury stock, at cost, 2019 and 2018: 328,714 and 318,526	(10,857)	(9,769)
Total Stockholders' Equity	<u>103,498</u>	<u>97,607</u>
Total Liabilities and Stockholders' Equity	<u>\$ 696,749</u>	<u>\$ 639,348</u>

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

	Period Ended June 30th,	
	2019	2018
	(In Thousands)	
Interest Income		
Loans receivable, including fees	\$ 13,155	\$ 11,578
Securities:		
Taxable	529	438
Tax exempt	861	936
Other	114	39
Total Interest Income	<u>14,659</u>	<u>12,991</u>
Interest Expense		
Deposits	1,920	1,040
Other	60	31
Total Interest Expense	<u>1,980</u>	<u>1,071</u>
Net Interest Income	12,679	11,920
Provision for Loan Losses	<u>750</u>	<u>200</u>
Net Interest Income after Provision for Loan Losses	<u>11,929</u>	<u>11,720</u>
Other Income		
Customer service fees	1,004	958
Mortgage banking activities	451	329
Income from fiduciary accounts	263	263
Gain on equity securities	132	11
Bank-owned life insurance	230	233
Other	180	432
Total Other Income	<u>2,260</u>	<u>2,226</u>
Other Expenses		
Salaries and wages	3,838	3,463
Employee benefits	1,805	1,658
Occupancy	756	727
Data processing	363	329
Furniture and equipment	300	259
Advertising and promotion	202	210
Legal and professional	213	224
Donations	197	174
State tax	358	332
FDIC insurance premium	82	90
Other	1,181	1,233
Total Other Expenses	<u>9,295</u>	<u>8,699</u>
Income Before Income Tax	4,894	5,247
Federal Income Tax Expense	521	763
Net Income	<u>\$ 4,373</u>	<u>\$ 4,484</u>