

Standard Financial Corp.
Consolidated Statements of Financial Condition
(Dollars in thousands except share and per share data)

	March 31, 2014 <u>(Unaudited)</u>	September 30, 2013 <u></u>
ASSETS		
Cash on hand and due from banks	\$ 1,693	\$ 2,559
Interest-earning deposits in other institutions	<u>11,923</u>	<u>12,432</u>
Cash and Cash Equivalents	13,616	14,991
Certificates of deposit	1,000	1,000
Investment securities available for sale	59,609	64,052
Mortgage-backed securities available for sale	36,772	29,701
Federal Home Loan Bank stock, at cost	2,882	2,757
Loans receivable, net of allowance for loan losses of \$4,202 and \$3,875	290,321	293,664
Foreclosed real estate	1,063	607
Office properties and equipment, net	3,529	3,586
Bank-owned life insurance	13,936	13,722
Goodwill	8,769	8,769
Core deposit intangible	267	351
Accrued interest receivable and other assets	<u>3,183</u>	<u>3,671</u>
TOTAL ASSETS	<u>\$ 434,947</u>	<u>\$ 436,871</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities		
Deposits:		
Demand, savings and club accounts	\$ 199,615	\$ 195,628
Certificate accounts	<u>124,333</u>	<u>130,497</u>
Total Deposits	323,948	326,125
Federal Home Loan Bank advances	30,872	28,892
Securities sold under agreements to repurchase	4,050	4,194
Advance deposits by borrowers for taxes and insurance	66	547
Accrued interest payable and other liabilities	<u>3,343</u>	<u>2,556</u>
TOTAL LIABILITIES	<u>362,279</u>	<u>362,314</u>
Stockholders' Equity		
Preferred stock, \$0.01 par value per share, 10,000,000 shares authorized, none issued	-	-
Common stock, \$0.01 par value per share, 40,000,000 shares authorized, 2,922,597 and 3,111,297 shares outstanding, respectively	29	31
Additional paid-in-capital	22,106	25,327
Retained earnings	52,405	51,187
Unearned Employee Stock Ownership Plan (ESOP) shares	(2,414)	(2,490)
Accumulated other comprehensive income	<u>542</u>	<u>502</u>
TOTAL STOCKHOLDERS' EQUITY	<u>72,668</u>	<u>74,557</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	<u>\$ 434,947</u>	<u>\$ 436,871</u>

Standard Financial Corp.
Consolidated Statements of Income
(Dollars in thousands except share and per share data)
(Unaudited)

	Three Months Ended March 31,		Six Months Ended March 31,	
	2014	2013	2014	2013
Interest and Dividend Income				
Loans, including fees	\$ 3,174	\$ 3,420	\$ 6,457	\$ 6,883
Mortgage-backed securities	192	175	350	375
Investment securities:				
Taxable	154	176	315	347
Tax-exempt	237	224	468	446
Interest-earning deposits and federal funds sold	1	1	2	3
Total Interest and Dividend Income	3,758	3,996	7,592	8,054
Interest Expense				
Deposits	801	833	1,628	1,696
Federal Home Loan Bank advances	71	128	151	282
Securities sold under agreements to repurchase	1	1	2	2
Total Interest Expense	873	962	1,781	1,980
Net Interest Income	2,885	3,034	5,811	6,074
Provision for Loan Losses	-	150	-	375
Net Interest Income after Provision for Loan Losses	2,885	2,884	5,811	5,699
Noninterest Income				
Service charges	411	420	877	862
Earnings on bank-owned life insurance	123	125	250	239
Net securities gains	9	13	29	13
Net loan sale gains	19	67	30	155
Annuity and mutual fund fees	70	54	118	88
Other income	32	15	55	23
Total Noninterest Income	664	694	1,359	1,380
Noninterest Expenses				
Compensation and employee benefits	1,638	1,612	3,196	3,142
Data processing	113	105	222	204
Premises and occupancy costs	344	300	637	577
Core deposit amortization	42	42	84	84
Automatic teller machine expense	77	72	155	151
Federal deposit insurance	51	69	107	139
Other operating expenses	366	479	786	827
Total Noninterest Expenses	2,631	2,679	5,187	5,124
Income before Income Tax Expense	918	899	1,983	1,955
Income Tax Expense	211	178	508	480
Net Income	\$ 707	\$ 721	\$ 1,475	\$ 1,475
Basic and diluted earnings per common share	\$ 0.27	\$ 0.24	\$ 0.55	\$ 0.48
Cash dividends paid per common share	\$ 0.045	\$ 0.045	\$ 0.090	\$ 0.090
Basic weighted average shares outstanding	2,649,025	3,040,799	2,684,071	3,071,030
Diluted weighted average shares outstanding	2,665,995	3,055,713	2,698,618	3,074,549

Standard Financial Corp.
Consolidated Statements of Cash Flows
(Dollars in thousands)
(Unaudited)

	Six Months Ended March 31,	
	2014	2013
Cash Flows from Operating Activities		
Net income	\$ 1,475	\$ 1,475
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	448	464
Provision for loan losses	-	375
Net gain on securities	(29)	(13)
Origination of loans held for sale	(1,690)	(3,866)
Proceeds from sale of loans held for sale	1,720	4,533
Net loan sale gains	(30)	(155)
Compensation expense on ESOP	134	131
Compensation expense on stock awards	226	226
Deferred income taxes	(64)	63
Decrease in accrued interest receivable and other assets	532	22
Decrease in prepaid Federal deposit insurance	-	130
Earnings on bank-owned life insurance	(250)	(239)
Increase (decrease) in accrued interest payable and other liabilities	787	(69)
Other, net	39	(33)
Net Cash Provided by Operating Activities	3,298	3,044
Cash Flows (Used in) Provided by Investing Activities		
Net decrease in loans receivable	2,750	6,135
Purchases of investment securities	(1,539)	(15,002)
Purchases of mortgage-backed securities	(10,434)	(1,003)
Proceeds from maturities/principal repayments/calls of investment securities	5,912	7,168
Proceeds from maturities/principal repayments of mortgage-backed securities	3,256	6,394
Proceeds from sales of investment securities	112	94
Purchase of Federal Home Loan Bank stock	(137)	(416)
Redemption of Federal Home Loan Bank stock	12	144
Purchases of bank-owned life insurance	-	(3,000)
Proceeds from sales of foreclosed real estate	135	263
Net purchases of office properties and equipment	(154)	(66)
Net Cash (Used in) Provided by Investing Activities	(87)	711
Cash Flows (Used in) Provided by Financing Activities		
Net increase (decrease) in demand, savings and club accounts	3,987	(1,335)
Net decrease in certificate accounts	(6,164)	(3,819)
Net (decrease) increase in securities sold under agreements to repurchase	(144)	43
Repayments of Federal Home Loan Bank advances	(5,264)	(5,638)
Proceeds from Federal Home Loan Bank advances	7,244	7,377
Decrease in advance deposits by borrowers for taxes and insurance	(481)	(130)
Dividends paid	(257)	(252)
Stock repurchases	(3,507)	(4,984)
Net Cash Used in Financing Activities	(4,586)	(8,738)
Net Decrease in Cash and Cash Equivalents	(1,375)	(4,983)
Cash and Cash Equivalents - Beginning	14,991	18,774
Cash and Cash Equivalents - Ending	\$ 13,616	\$ 13,791
Supplementary Cash Flows Information		
Interest paid	\$ 1,795	\$ 1,982
Income taxes paid	\$ 352	\$ 386
Supplementary Schedule of Noncash Investing and Financing Activities		
Foreclosed real estate acquired in settlement of loans	\$ 593	\$ 986

Standard Financial Corp.
Consolidated Statement of Changes in Stockholders' Equity
(Dollars in thousands except share and per share data)
(Unaudited)

	Common Stock	Additional Paid-In Capital	Retained Earnings	Unearned ESOP Shares	Accumulated Other Comprehensive Income	Total Stockholders' Equity
Balance, September 30, 2013	\$ 31	\$ 25,327	\$ 51,187	\$ (2,490)	\$ 502	\$ 74,557
Net income	-	-	1,475	-	-	1,475
Other comprehensive income	-	-	-	-	40	40
Stock repurchases (188,700 shares)	(2)	(3,505)	-	-	-	(3,507)
Cash dividends (\$0.09 per share)	-	-	(257)	-	-	(257)
Compensation expense on stock awards	-	226	-	-	-	226
Compensation expense on ESOP	-	58	-	76	-	134
Balance, March 31, 2014	<u>\$ 29</u>	<u>\$ 22,106</u>	<u>\$ 52,405</u>	<u>\$ (2,414)</u>	<u>\$ 542</u>	<u>\$ 72,668</u>

Standard Financial Corp.
Stock Repurchases During the Current Quarter
(Unaudited)

<u>Period</u>	Total Number of Shares Purchased	Average Price Paid Per Share	Total Number of Shares Purchased as Part of Publicly Announced Plans or Programs	Maximum number of Shares That May Yet Be Purchased Under the Plans or Programs
January 1-31, 2014	50,000	\$ 18.60	50,000	338,624
February 1-28, 2014	-	\$ -	-	338,624
March 1-31, 2014	18,400	\$ 18.50	18,400	320,224
Total	<u>68,400</u>	<u>\$ 18.57</u>	<u>68,400</u>	

Standard Financial Corp.
Average Balance and Yield Table
(Dollars in thousands)
(Unaudited)

	For the Three Months Ended March 31,					
	2014			2013		
	Average Outstanding Balance	Interest	Yield/ Rate	Average Outstanding Balance	Interest	Yield/ Rate
	(Dollars in thousands)					
Interest-earning assets:						
Loans	\$ 294,511	\$ 3,174	4.31%	\$ 291,993	\$ 3,420	4.69%
Investment and mortgage-backed securities	99,219	583	2.35%	102,099	575	2.25%
Interest earning deposits	<u>7,335</u>	<u>1</u>	0.05%	<u>8,714</u>	<u>1</u>	0.05%
Total interest-earning assets	401,065	<u>3,758</u>	3.75%	402,806	<u>3,996</u>	3.97%
Noninterest-earning assets	<u>33,695</u>			<u>32,061</u>		
Total assets	<u>\$ 434,760</u>			<u>\$ 434,867</u>		
Interest-bearing liabilities:						
Savings accounts	\$ 111,726	54	0.19%	\$ 109,432	34	0.12%
Certificates of deposit	127,730	727	2.28%	135,803	785	2.31%
Money market accounts	7,476	2	0.11%	6,880	2	0.12%
Demand and NOW accounts	<u>77,287</u>	<u>18</u>	0.09%	<u>72,423</u>	<u>12</u>	0.07%
Total deposits	324,219	801	0.99%	324,538	833	1.03%
Federal Home Loan Bank advances	30,615	71	0.93%	24,732	128	2.07%
Securities sold under agreements to repurchase	<u>3,099</u>	<u>1</u>	0.13%	<u>3,510</u>	<u>1</u>	0.11%
Total interest-bearing liabilities	357,933	<u>873</u>	0.98%	352,780	<u>962</u>	1.09%
Noninterest-bearing liabilities	<u>4,066</u>			<u>3,080</u>		
Total liabilities	361,999			355,860		
Stockholders' equity	<u>72,761</u>			<u>79,007</u>		
Total liabilities and stockholders' equity	<u>\$ 434,760</u>			<u>\$ 434,867</u>		
Net interest income		<u>\$ 2,885</u>			<u>\$ 3,034</u>	
Net interest rate spread ⁽¹⁾			2.77%			2.88%
Net interest-earning assets ⁽²⁾	<u>\$ 43,132</u>			<u>\$ 50,026</u>		
Net interest margin ⁽³⁾			2.88%			3.01%
Average interest-earning assets to interest-bearing liabilities	112.05%			114.18%		

(1) Net interest rate spread represents the difference between the yield on average interest-earning assets and the cost of average interest-bearing liabilities.

(2) Net interest-earning assets represents total interest-earning assets less total interest-bearing liabilities.

(3) Net interest margin represents net interest income divided by average total interest-earning assets.

Standard Financial Corp.
Average Balance and Yield Table
(Dollars in thousands)
(Unaudited)

For the Six Months Ended March 31,

	2014			2013		
	Average Outstanding Balance	Interest	Yield/ Rate	Average Outstanding Balance	Interest	Yield/ Rate
	(Dollars in thousands)					
Interest-earning assets:						
Loans	\$ 294,992	\$ 6,457	4.38%	\$ 293,933	\$ 6,883	4.68%
Investment and mortgage-backed securities	97,882	1,133	2.32%	101,816	1,168	2.29%
Interest earning deposits	<u>9,936</u>	<u>2</u>	0.04%	<u>9,022</u>	<u>3</u>	0.07%
Total interest-earning assets	402,810	<u>7,592</u>	3.77%	404,771	<u>8,054</u>	3.98%
Noninterest-earning assets	<u>32,529</u>			<u>31,745</u>		
Total assets	<u>\$ 435,339</u>			<u>\$ 436,516</u>		
Interest-bearing liabilities:						
Savings accounts	\$ 111,205	114	0.21%	\$ 109,519	71	0.13%
Certificates of deposit	128,914	1,473	2.29%	136,535	1,595	2.34%
Money market accounts	7,870	4	0.10%	6,843	4	0.12%
Demand and NOW accounts	<u>77,212</u>	<u>37</u>	0.10%	<u>72,559</u>	<u>26</u>	0.07%
Total deposits	325,201	1,628	1.00%	325,456	1,696	1.04%
Federal Home Loan Bank advances	29,747	151	1.02%	25,610	282	2.20%
Securities sold under agreements to repurchase	<u>2,986</u>	<u>2</u>	0.13%	<u>3,497</u>	<u>2</u>	0.11%
Total interest-bearing liabilities	357,934	<u>1,781</u>	1.00%	354,563	<u>1,980</u>	1.12%
Noninterest-bearing liabilities	<u>4,107</u>			<u>2,441</u>		
Total liabilities	362,041			357,004		
Stockholders' equity	<u>73,298</u>			<u>79,512</u>		
Total liabilities and stockholders' equity	<u>\$ 435,339</u>			<u>\$ 436,516</u>		
Net interest income		<u>\$ 5,811</u>			<u>\$ 6,074</u>	
Net interest rate spread ⁽¹⁾			2.77%			2.86%
Net interest-earning assets ⁽²⁾	<u>\$ 44,876</u>			<u>\$ 50,208</u>		
Net interest margin ⁽³⁾			2.89%			3.00%
Average interest-earning assets to interest-bearing liabilities		112.54%			114.16%	

(1) Net interest rate spread represents the difference between the yield on average interest-earning assets and the cost of average interest-bearing liabilities.

(2) Net interest-earning assets represents total interest-earning assets less total interest-bearing liabilities.

(3) Net interest margin represents net interest income divided by average total interest-earning assets.

Standard Financial Corp.
Investment Securities
(Dollars in thousands)
(Unaudited)

	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
March 31, 2014:				
U.S. government and agency obligations due:				
1 year or less	\$ 999	\$ 9	\$ -	\$ 1,008
Beyond 1 year but within 5 years	6,000	-	(130)	5,870
Beyond 5 years but within 10 years	10,000	-	(526)	9,474
Corporate bonds due:				
Beyond 1 year but within 5 years	7,000	65	(13)	7,052
Municipal obligations due:				
Beyond 1 year but within 5 years	5,947	171	-	6,118
Beyond 5 years but within 10 years	25,911	861	(105)	26,667
Beyond 10 years	1,708	-	(26)	1,682
Equity securities	1,566	206	(34)	1,738
	<u>\$ 59,131</u>	<u>\$ 1,312</u>	<u>\$ (834)</u>	<u>\$ 59,609</u>

	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
September 30, 2013:				
U.S. government and agency obligations due:				
Beyond 1 year but within 5 years	\$ 10,997	\$ 26	\$ (47)	\$ 10,976
Beyond 5 years but within 10 years	12,000	-	(618)	11,382
Corporate bonds due:				
Beyond 1 year but within 5 years	7,000	54	(7)	7,047
Municipal obligations due:				
Beyond 1 year but within 5 years	4,932	152	-	5,084
Beyond 5 years but within 10 years	25,498	940	(134)	26,304
Beyond 10 years	1,708	-	(44)	1,664
Equity securities	1,468	145	(18)	1,595
	<u>\$ 63,603</u>	<u>\$ 1,317</u>	<u>\$ (868)</u>	<u>\$ 64,052</u>

Standard Financial Corp.
Mortgage-Backed Securities
(Dollars in thousands)
(Unaudited)

	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
March 31, 2014:				
Government pass-throughs:				
Ginnie Mae	\$ 11,151	113	(21)	\$ 11,243
Fannie Mae	17,495	268	(25)	17,738
Freddie Mac	4,977	98	(41)	5,034
Private pass-throughs	109	-	(1)	108
Collateralized mortgage obligations	2,700	4	(55)	2,649
	\$ 36,432	\$ 483	\$ (143)	\$ 36,772
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
September 30, 2013:				
Government pass-throughs:				
Ginnie Mae	\$ 10,443	\$ 66	\$ (5)	\$ 10,504
Fannie Mae	14,047	273	(44)	14,276
Freddie Mac	1,914	115	-	2,029
Private pass-throughs	114	-	(1)	113
Collateralized mortgage obligations	2,871	4	(96)	2,779
	\$ 29,389	\$ 458	\$ (146)	\$ 29,701

Standard Financial Corp.
Loans Receivable
(Dollars in thousands)
(Unaudited)

	Real Estate Loans					Total
	One-to-four- family Residential and Construction	Commercial Real Estate	Home Equity Loans and Lines of Credit	Commercial	Other Loans	
March 31, 2014:						
Collectively evaluated for impairment	\$ 121,059	\$ 96,455	\$ 61,331	\$ 13,827	\$ 1,557	\$ 294,229
Individually evaluated for impairment	-	294	-	-	-	294
Total loans before allowance for loan losses	<u>\$ 121,059</u>	<u>\$ 96,749</u>	<u>\$ 61,331</u>	<u>\$ 13,827</u>	<u>\$ 1,557</u>	<u>\$ 294,523</u>
September 30, 2013:						
Collectively evaluated for impairment	\$ 126,956	\$ 94,606	\$ 61,587	\$ 11,499	\$ 1,686	\$ 296,334
Individually evaluated for impairment	-	1,165	-	40	-	1,205
Total loans before allowance for loan losses	<u>\$ 126,956</u>	<u>\$ 95,771</u>	<u>\$ 61,587</u>	<u>\$ 11,539</u>	<u>\$ 1,686</u>	<u>\$ 297,539</u>

Standard Financial Corp.
 Impaired Loans
 (Dollars in thousands)
 (Unaudited)

	Impaired Loans With Allowance		Impaired Loans Without Allowance	Total Impaired Loans	
	Recorded	Related	Recorded	Recorded	Unpaid Principal
	<u>Investment</u>	<u>Allowance</u>	<u>Investment</u>	<u>Investment</u>	<u>Balance</u>
March 31, 2014:					
Commercial real estate	\$ 294	\$ -	\$ -	\$ 294	\$ 294
Commercial	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total impaired loans	<u>\$ 294</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 294</u>	<u>\$ 294</u>
September 30, 2013:					
Commercial real estate	\$ 1,165	\$ 175	\$ -	\$ 1,165	\$ 1,165
Commercial	<u>40</u>	<u>6</u>	<u>-</u>	<u>40</u>	<u>40</u>
Total impaired loans	<u>\$ 1,205</u>	<u>\$ 181</u>	<u>\$ -</u>	<u>\$ 1,205</u>	<u>\$ 1,205</u>

Standard Financial Corp.
Classified Loans
(Dollars in thousands)
(Unaudited)

	<u>Pass</u>	<u>Special Mention</u>	<u>Substandard</u>	<u>Doubtful</u>	<u>Total</u>
March 31, 2014:					
First mortgage loans:					
One-to-four-family residential and construction	\$ 120,068	\$ -	\$ 991	\$ -	\$ 121,059
Commercial real estate	95,549	-	1,200	-	96,749
Home equity loans and lines of credit	61,075	-	256	-	61,331
Commercial loans	12,862	965	-	-	13,827
Other loans	<u>1,552</u>	<u>-</u>	<u>1</u>	<u>4</u>	<u>1,557</u>
Total	<u>\$ 291,106</u>	<u>\$ 965</u>	<u>\$ 2,448</u>	<u>\$ 4</u>	<u>\$ 294,523</u>
September 30, 2013:					
First mortgage loans:					
One-to-four-family residential and construction	\$ 126,374	\$ -	\$ 582	\$ -	\$ 126,956
Commercial real estate	93,683	-	2,088	-	95,771
Home equity loans and lines of credit	61,363	-	224	-	61,587
Commercial loans	10,229	1,270	40	-	11,539
Other loans	<u>1,681</u>	<u>-</u>	<u>5</u>	<u>-</u>	<u>1,686</u>
Total	<u>\$ 293,330</u>	<u>\$ 1,270</u>	<u>\$ 2,939</u>	<u>\$ -</u>	<u>\$ 297,539</u>

Standard Financial Corp.
Delinquent Loans
(Dollars in thousands)
(Unaudited)

	<u>Current</u>	<u>30-59 Days Past Due</u>	<u>60-89 Days Past Due</u>	<u>Non-Accrual (90 Days+)</u>	<u>90 Days Past Due & Accruing</u>	<u>Total Loans</u>
March 31, 2014:						
First mortgage loans:						
One-to-four-family residential and construction	\$ 118,362	\$ 1,379	\$ 327	\$ 991	\$ -	\$ 121,059
Commercial real estate	92,961	3,158	336	294	-	96,749
Home equity loans and lines of credit	60,811	119	145	256	-	61,331
Commercial loans	13,504	91	232	-	-	13,827
Other loans	<u>1,541</u>	<u>10</u>	<u>2</u>	<u>4</u>	<u>-</u>	<u>1,557</u>
Total	<u>\$ 287,179</u>	<u>\$ 4,757</u>	<u>\$ 1,042</u>	<u>\$ 1,545</u>	<u>\$ -</u>	<u>\$ 294,523</u>
September 30, 2013:						
First mortgage loans:						
One-to-four-family residential and construction	\$ 124,249	\$ 1,658	\$ 467	\$ 582	\$ -	\$ 126,956
Commercial real estate	93,534	1,072	-	1,165	-	95,771
Home equity loans and lines of credit	60,998	284	81	224	-	61,587
Commercial loans	11,354	141	4	40	-	11,539
Other loans	<u>1,670</u>	<u>11</u>	<u>5</u>	<u>-</u>	<u>-</u>	<u>1,686</u>
Total	<u>\$ 291,805</u>	<u>\$ 3,166</u>	<u>\$ 557</u>	<u>\$ 2,011</u>	<u>\$ -</u>	<u>\$ 297,539</u>

Standard Financial Corp.
Allowance for Loan Loss Activity
(Dollars in thousands)
(Unaudited)

	Real Estate Loans					Total
	One-to-four- family Residential and Construction	Commercial Real Estate	Home Equity Loans and Lines of Credit	Commercial	Other Loans	
Allowance for Loan Loss:						
Balance at September 30, 2013	\$ 1,185	\$ 1,764	\$ 457	\$ 421	\$ 48	\$ 3,875
Charge-offs	-	-	(1)	(2)	(20)	(23)
Recoveries	-	3	1	339	7	350
Provision	-	-	-	-	-	-
Balance at March 31, 2014	\$ 1,185	\$ 1,767	\$ 457	\$ 758	\$ 35	\$ 4,202