

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

	June 30, 2014 <u>(Unaudited)</u>	September 30, 2013 <u></u>
ASSETS		
Cash on hand and due from banks	\$ 1,911	\$ 2,559
Interest-earning deposits in other institutions	<u>5,179</u>	<u>12,432</u>
Cash and Cash Equivalents	7,090	14,991
Certificates of deposit	1,000	1,000
Investment securities available for sale	57,838	64,052
Mortgage-backed securities available for sale	37,169	29,701
Federal Home Loan Bank stock, at cost	3,109	2,757
Loans receivable, net of allowance for loan losses of \$4,143 and \$3,875	301,752	293,664
Foreclosed real estate	615	607
Office properties and equipment, net	3,443	3,586
Bank-owned life insurance	14,042	13,722
Goodwill	8,769	8,769
Core deposit intangible	225	351
Accrued interest receivable and other assets	<u>3,019</u>	<u>3,671</u>
TOTAL ASSETS	<u>\$ 438,071</u>	<u>\$ 436,871</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities		
Deposits:		
Demand, savings and club accounts	\$ 198,620	\$ 195,628
Certificate accounts	<u>123,984</u>	<u>130,497</u>
Total Deposits	322,604	326,125
Federal Home Loan Bank advances	35,402	28,892
Securities sold under agreements to repurchase	3,207	4,194
Advance deposits by borrowers for taxes and insurance	69	547
Accrued interest payable and other liabilities	<u>2,909</u>	<u>2,556</u>
TOTAL LIABILITIES	<u>364,191</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, 2,914,597 and 3,111,297 shares outstanding, respectively	29	31
Additional paid-in-capital	22,102	25,327
Retained earnings	53,141	51,187
Unearned Employee Stock Ownership Plan (ESOP) shares	(2,376)	(2,490)
Accumulated other comprehensive income	<u>984</u>	<u>502</u>
TOTAL STOCKHOLDERS' EQUITY	<u>73,880</u>	<u>74,557</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	<u>\$ 438,071</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 June 30,		Nine Months Ended June 30,	
	2014	2013	2014	2013
Interest and Dividend Income				
Loans, including fees	\$ 3,213	\$ 3,268	\$ 9,670	\$ 10,152
Mortgage-backed securities	199	168	549	543
Investment securities:				
Taxable	139	183	453	529
Tax-exempt	237	227	705	673
Interest-earning deposits and federal funds sold	1	1	3	4
Total Interest and Dividend Income	<u>3,789</u>	<u>3,847</u>	<u>11,380</u>	<u>11,901</u>
Interest Expense				
Deposits	776	818	2,404	2,514
Federal Home Loan Bank advances	73	115	224	397
Securities sold under agreements to repurchase	1	1	2	3
Total Interest Expense	<u>850</u>	<u>934</u>	<u>2,630</u>	<u>2,914</u>
Net Interest Income	2,939	2,913	8,750	8,987
Provision for Loan Losses	-	-	-	375
Net Interest Income after Provision for Loan Losses	<u>2,939</u>	<u>2,913</u>	<u>8,750</u>	<u>8,612</u>
Noninterest Income				
Service charges	433	452	1,310	1,314
Earnings on bank-owned life insurance	124	132	374	371
Net securities gains	18	28	47	41
Net loan sale gains	16	44	46	199
Annuity and mutual fund fees	82	56	200	144
Other income	46	32	101	55
Total Noninterest Income	<u>719</u>	<u>744</u>	<u>2,078</u>	<u>2,124</u>
Noninterest Expenses				
Compensation and employee benefits	1,582	1,530	4,778	4,672
Data processing	110	105	332	309
Premises and occupancy costs	277	287	914	865
Core deposit amortization	42	42	126	126
Automatic teller machine expense	83	79	238	230
Federal deposit insurance	51	65	158	204
Other operating expenses	292	583	1,078	1,409
Total Noninterest Expenses	<u>2,437</u>	<u>2,691</u>	<u>7,624</u>	<u>7,815</u>
Income before Income Tax Expense	1,221	966	3,204	2,921
Income Tax Expense	375	244	882	724
Net Income	<u>\$ 846</u>	<u>\$ 722</u>	<u>\$ 2,322</u>	<u>\$ 2,197</u>
Basic and diluted earnings per common share	<u>\$ 0.32</u>	<u>\$ 0.25</u>	<u>\$ 0.87</u>	<u>\$ 0.73</u>
Cash dividends paid per common share	<u>\$ 0.045</u>	<u>\$ 0.045</u>	<u>\$ 0.135</u>	<u>\$ 0.135</u>
Basic weighted average shares outstanding	<u>2,618,255</u>	<u>2,888,451</u>	<u>2,662,133</u>	<u>3,010,171</u>
Diluted weighted average shares outstanding	<u>2,641,490</u>	<u>2,909,011</u>	<u>2,677,927</u>	<u>3,017,391</u>

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

	Nine Months Ended June 30,	
	2014	2013
Cash Flows from Operating Activities		
Net income	\$ 2,322	\$ 2,197
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	640	675
Provision for loan losses	-	375
Net gain on securities	(47)	(41)
Origination of loans held for sale	(2,480)	(5,581)
Proceeds from sale of loans held for sale	2,526	6,685
Net loan sale gains	(46)	(199)
Compensation expense on ESOP	202	198
Compensation expense on stock awards	339	339
Deferred income taxes	(95)	27
Decrease in accrued interest receivable and other assets	499	155
Decrease in prepaid Federal deposit insurance	-	584
Earnings on bank-owned life insurance	(374)	(371)
Increase in accrued interest payable and other liabilities	353	49
Other, net	(28)	(34)
Net Cash Provided by Operating Activities	3,811	5,058
Cash Flows (Used in) Provided by Investing Activities		
Net increase in loans receivable	(8,921)	(588)
Purchases of investment securities	(1,877)	(15,134)
Purchases of mortgage-backed securities	(12,434)	(1,003)
Proceeds from maturities/principal repayments/calls of investment securities	8,432	9,125
Proceeds from maturities/principal repayments of mortgage-backed securities	5,029	9,197
Proceeds from sales of investment securities	175	176
Purchase of Federal Home Loan Bank stock	(385)	(425)
Redemption of Federal Home Loan Bank stock	33	255
Purchases of bank-owned life insurance	-	(3,000)
Proceeds from sales of foreclosed real estate	907	1,160
Net purchases of office properties and equipment	(173)	(158)
Net Cash Used in Investing Activities	(9,214)	(395)
Cash Flows (Used in) Provided by Financing Activities		
Net increase in demand, savings and club accounts	2,992	1,206
Net decrease in certificate accounts	(6,513)	(5,959)
Net (decrease) increase in securities sold under agreements to repurchase	(987)	1,301
Repayments of Federal Home Loan Bank advances	(6,637)	(5,656)
Proceeds from Federal Home Loan Bank advances	13,147	7,377
Decrease in advance deposits by borrowers for taxes and insurance	(478)	(49)
Dividends paid	(368)	(386)
Stock repurchases	(3,654)	(4,984)
Net Cash Used in Financing Activities	(2,498)	(7,150)
Net Decrease in Cash and Cash Equivalents	(7,901)	(2,487)
Cash and Cash Equivalents - Beginning	14,991	18,774
Cash and Cash Equivalents - Ending	\$ 7,090	\$ 16,287
Supplementary Cash Flows Information		
Interest paid	\$ 2,615	\$ 2,889
Income taxes paid	\$ 744	\$ 656
Supplementary Schedule of Noncash Investing and Financing Activities		
Foreclosed real estate acquired in settlement of loans	\$ 833	\$ 1,226

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	-	-	2,322	-	-	2,322
Other comprehensive income	-	-	-	-	482	482
Stock repurchases (196,700 shares)	(2)	(3,652)	-	-	-	(3,654)
Cash dividends (\$0.135 per share)	-	-	(368)	-	-	(368)
Compensation expense on stock awards	-	339	-	-	-	339
Compensation expense on ESOP	-	88	-	114	-	202
Balance, June 30, 2014	<u>\$ 29</u>	<u>\$ 22,102</u>	<u>\$ 53,141</u>	<u>\$ (2,376)</u>	<u>\$ 984</u>	<u>\$ 73,880</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
April 1-30, 2014	8,000	\$ 18.50	8,000	320,224
May 1-31, 2014	-	\$ -	-	312,224
June 1-30, 2014	-	\$ -	-	312,224
Total	<u>8,000</u>	<u>\$ 18.50</u>	<u>8,000</u>	

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

	For the Three Months Ended June 30,					
	2014			2013		
	Average Outstanding Balance	Interest	Yield/ Rate	Average Outstanding Balance	Interest	Yield/ Rate
Interest-earning assets:						
Loans	\$ 300,068	\$ 3,213	4.28%	\$ 291,222	\$ 3,268	4.49%
Investment and mortgage-backed securities	96,111	575	2.39%	102,285	578	2.26%
Interest earning deposits	<u>9,027</u>	<u>1</u>	0.04%	<u>10,308</u>	<u>1</u>	0.04%
Total interest-earning assets	405,206	<u>3,789</u>	3.74%	403,815	<u>3,847</u>	3.81%
Noninterest-earning assets	<u>30,669</u>			<u>32,438</u>		
Total assets	<u>\$ 435,875</u>			<u>\$ 436,253</u>		
Interest-bearing liabilities:						
Savings accounts	\$ 111,708	49	0.18%	\$ 109,979	44	0.16%
Certificates of deposit	124,050	706	2.28%	133,006	758	2.28%
Money market accounts	7,328	2	0.11%	7,467	3	0.16%
Demand and NOW accounts	<u>80,796</u>	<u>19</u>	0.09%	<u>74,276</u>	<u>13</u>	0.07%
Total deposits	323,882	776	0.96%	324,728	818	1.01%
Federal Home Loan Bank advances	32,007	73	0.91%	28,576	115	1.61%
Securities sold under agreements to repurchase	<u>3,207</u>	<u>1</u>	0.12%	<u>3,440</u>	<u>1</u>	0.12%
Total interest-bearing liabilities	359,096	<u>850</u>	0.95%	356,744	<u>934</u>	1.05%
Noninterest-bearing liabilities	<u>3,428</u>			<u>2,871</u>		
Total liabilities	362,524			359,615		
Stockholders' equity	<u>73,351</u>			<u>76,638</u>		
Total liabilities and stockholders' equity	<u>\$ 435,875</u>			<u>\$ 436,253</u>		
Net interest income		<u>\$ 2,939</u>			<u>\$ 2,913</u>	
Net interest rate spread ⁽¹⁾			2.79%			2.76%
Net interest-earning assets ⁽²⁾	<u>\$ 46,110</u>			<u>\$ 47,071</u>		
Net interest margin ⁽³⁾			2.90%			2.90%
Average interest-earning assets to interest- bearing liabilities		112.84%			113.19%	

(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 Nine Months Ended June 30,

	2014			2013		
	Average Outstanding Balance	Interest	Yield/ Rate	Average Outstanding Balance	Interest	Yield/ Rate
Interest-earning assets:						
Loans	\$ 296,684	\$ 9,670	4.35%	\$ 293,029	\$ 10,152	4.62%
Investment and mortgage-backed securities	97,291	1,707	2.34%	101,973	1,745	2.28%
Interest earning deposits	<u>9,633</u>	<u>3</u>	0.04%	<u>9,358</u>	<u>4</u>	0.06%
Total interest-earning assets	403,608	<u>11,380</u>	3.76%	404,360	<u>11,901</u>	3.92%
Noninterest-earning assets	<u>31,910</u>			<u>32,068</u>		
Total assets	<u>\$ 435,518</u>			<u>\$ 436,428</u>		
Interest-bearing liabilities:						
Savings accounts	\$ 111,372	163	0.20%	\$ 109,672	115	0.14%
Certificates of deposit	127,293	2,179	2.28%	135,359	2,353	2.32%
Money market accounts	7,690	6	0.10%	7,051	7	0.13%
Demand and NOW accounts	<u>78,407</u>	<u>56</u>	0.10%	<u>73,131</u>	<u>39</u>	0.07%
Total deposits	324,762	2,404	0.99%	325,213	2,514	1.03%
Federal Home Loan Bank advances	30,500	224	0.98%	26,599	397	1.99%
Securities sold under agreements to repurchase	<u>3,060</u>	<u>2</u>	0.09%	<u>3,478</u>	<u>3</u>	0.12%
Total interest-bearing liabilities	358,322	<u>2,630</u>	0.98%	355,290	<u>2,914</u>	1.09%
Noninterest-bearing liabilities	<u>3,880</u>			<u>2,584</u>		
Total liabilities	362,202			357,874		
Stockholders' equity	<u>73,316</u>			<u>78,554</u>		
Total liabilities and stockholders' equity	<u>\$ 435,518</u>			<u>\$ 436,428</u>		
Net interest income		<u>\$ 8,750</u>			<u>\$ 8,987</u>	
Net interest rate spread ⁽¹⁾			2.78%			2.83%
Net interest-earning assets ⁽²⁾	<u>\$ 45,286</u>			<u>\$ 49,070</u>		
Net interest margin ⁽³⁾			2.89%			2.96%
Average interest-earning assets to interest-bearing liabilities		112.64%			113.81%	

- (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
June 30, 2014:				
U.S. government and agency obligations due:				
1 year or less	\$ 999	\$ 6	\$ -	\$ 1,005
Beyond 1 year but within 5 years	5,000	-	(119)	4,881
Beyond 5 years but within 10 years	9,000	-	(345)	8,655
Corporate bonds due:				
Beyond 1 year but within 5 years	7,000	61	(4)	7,057
Municipal obligations due:				
Beyond 1 year but within 5 years	5,956	173	-	6,129
Beyond 5 years but within 10 years	25,370	1,000	(49)	26,321
Beyond 10 years	1,707	3	-	1,710
Equity securities	<u>1,859</u>	<u>240</u>	<u>(19)</u>	<u>2,080</u>
	<u>\$ 56,891</u>	<u>\$ 1,483</u>	<u>\$ (536)</u>	<u>\$ 57,838</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	<u>1,468</u>	<u>145</u>	<u>(18)</u>	<u>1,595</u>
	<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
June 30, 2014:				
Government pass-throughs:				
Ginnie Mae	\$ 10,497	\$ 108	\$ (13)	\$ 10,592
Fannie Mae	18,703	403	-	19,106
Freddie Mac	4,704	97	(4)	4,797
Private pass-throughs	107	-	(1)	106
Collateralized mortgage obligations	2,614	3	(49)	2,568
	\$ 36,625	\$ 611	\$ (67)	\$ 37,169
	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	
June 30, 2014:						
Collectively evaluated for impairment	\$ 121,587	\$ 100,766	\$ 66,434	\$ 15,276	\$ 1,392	\$ 305,455
Individually evaluated for impairment	-	419	-	21	-	440
Total loans before allowance for loan losses	\$ 121,587	\$ 101,185	\$ 66,434	\$ 15,297	\$ 1,392	\$ 305,895
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	\$ 126,956	\$ 95,771	\$ 61,587	\$ 11,539	\$ 1,686	\$ 297,539

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>
June 30, 2014:					
Commercial real estate	\$ 419	\$ -	\$ -	\$ 419	\$ 419
Commercial	<u>21</u>	<u>-</u>	<u>-</u>	<u>21</u>	<u>21</u>
Total impaired loans	<u>\$ 440</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 440</u>	<u>\$ 440</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>
June 30, 2014:					
First mortgage loans:					
One-to-four-family residential and construction	\$ 120,468	\$ -	\$ 1,119	\$ -	\$ 121,587
Commercial real estate	99,980	-	1,205	-	101,185
Home equity loans and lines of credit	66,384	-	50	-	66,434
Commercial loans	14,434	842	21	-	15,297
Other loans	<u>1,387</u>	<u>-</u>	<u>-</u>	<u>5</u>	<u>1,392</u>
Total	<u>\$ 302,653</u>	<u>\$ 842</u>	<u>\$ 2,395</u>	<u>\$ 5</u>	<u>\$ 305,895</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>
June 30, 2014:						
First mortgage loans:						
One-to-four-family residential and construction	\$ 118,646	\$ 1,664	\$ 158	\$ 1,119	\$ -	\$ 121,587
Commercial real estate	99,868	898	-	419	-	101,185
Home equity loans and lines of credit	66,196	94	94	50	-	66,434
Commercial loans	15,058	197	21	21	-	15,297
Other loans	<u>1,373</u>	<u>14</u>	<u>-</u>	<u>5</u>	<u>-</u>	<u>1,392</u>
Total	<u>\$ 301,141</u>	<u>\$ 2,867</u>	<u>\$ 273</u>	<u>\$ 1,614</u>	<u>\$ -</u>	<u>\$ 305,895</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	(16)	-	(43)	(2)	(22)	(83)
Recoveries	-	4	1	339	7	351
Provision	-	-	-	-	-	-
Balance at June 30, 2014	\$ 1,169	\$ 1,768	\$ 415	\$ 758	\$ 33	\$ 4,143