

**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*
 Marcelle 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*
 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*
 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
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
 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
 March 31, 2019**

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

	March 31st	
	2019	2018
	(In Thousands, except Share and Per Share Data)	
Assets		
Cash and due from banks	\$ 6,708	\$ 4,913
Interest-bearing deposits	8,031	6,617
Cash and cash equivalents	<u>14,739</u>	<u>11,530</u>
Securities available for sale	94,423	102,488
Fed funds sold	5,770	0
Equity securities at fair value	444	476
Mortgage loans held for sale	339	997
Loans receivable, net of allowance		
for loan losses 2019: \$9,262; 2018: \$8,695	514,295	475,124
Investment in restricted stock, at cost	915	450
Bank premises and equipment, net	7,744	7,850
Accrued interest receivable	2,292	2,051
Investment in life insurance	20,328	19,823
Other assets	9,429	9,618
Total Assets	<u>\$ 670,718</u>	<u>\$ 630,407</u>
	Liabilities and Stockholders' Equity	
Liabilities		
Deposits		
Non-interest-bearing	\$ 148,247	\$ 142,567
Interest-bearing	387,581	396,681
Total Deposits	<u>535,828</u>	<u>539,248</u>
Short-term borrowings	6,250	-
Accrued interest payable	1,084	655
Other liabilities	8,524	7,944
Total Liabilities	<u>568,772</u>	<u>534,119</u>
Stockholders' Equity		
Common stock, par value \$.20 per share; authorized 5,000,000 shares; issued 1,800,000 shares; outstanding 2019 and 2018: 1,474,436 and 1,484,148	360	360
Surplus	1,015	1,015
Retained earnings	110,528	104,267
Accumulated other comprehensive income	560	137
Treasury stock, at cost, 2019 and 2018: 325,564 and 315,852	(10,517)	(9,491)
Total Stockholders' Equity	<u>101,946</u>	<u>96,288</u>
Total Liabilities and Stockholders' Equity	<u>\$ 670,718</u>	<u>\$ 630,407</u>

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

	Period Ended March 31st,	
	2019	2018
	(In Thousands)	
Interest Income		
Loans receivable, including fees	\$ 6,458	\$ 5,655
Securities:		
Taxable	234	215
Tax exempt	427	483
Other	17	17
Total Interest Income	<u>7,136</u>	<u>6,370</u>
Interest Expense		
Deposits	847	518
Other	43	16
Total Interest Expense	<u>890</u>	<u>534</u>
Net Interest Income	6,246	5,836
Provision for Loan Losses	<u>350</u>	<u>100</u>
Net Interest Income after Provision for Loan Losses	<u>5,896</u>	<u>5,736</u>
Other Income		
Customer service fees	487	467
Mortgage banking activities	206	163
Income from fiduciary accounts	114	127
Gain on equity securities	90	21
Bank-owned life insurance	114	116
Other	93	132
Total Other Income	<u>1,104</u>	<u>1,026</u>
Other Expenses		
Salaries and wages	1,895	1,893
Employee benefits	929	556
Occupancy	343	421
Data processing	183	163
Furniture and equipment	126	130
Advertising and promotion	86	112
Legal and professional	95	100
Donations	165	124
State tax	126	112
FDIC insurance premium	41	46
Other	591	646
Total Other Expenses	<u>4,539</u>	<u>4,257</u>
Income Before Income Tax	2,461	2,505
Federal Income Tax Expense	185	349
Net Income	<u>\$ 2,276</u>	<u>\$ 2,156</u>