



The second quarter of 2022 saw United Trust Bank continue to sustain the strong level of profitability established in the last half of 2021 and carried forward to the first quarter of 2022. This was achieved despite the downturn in the economy we are starting to experience. Our team worked together this quarter to accomplish many noteworthy accomplishments including:

- Growth in Assets to \$93.4 million at June 30, 2022. This compares to \$76.6 million at the end of 2021 and \$84.7 million at March 31, 2022. The solid asset growth has been primarily due to growth in portfolio loans and deposits as noted below.
- Achieving consolidated net income of \$715k for the second quarter of 2022, up from the \$546k earned during the first quarter of 2022 and the \$407k earned during the second quarter of 2021. United Trust Bank has now had 15 consecutive months of profitability beginning in April 2021.
- Despite the turmoil in the Mortgage industry, we still processed \$177 million in mortgage loans during the second quarter 2022, down from the \$215 million last quarter, and down only 17% from the \$207 million for the same period in 2021.
- Significant growth of \$18.6 million in portfolio loans during the second quarter in our Community Bank. This growth has been fueled by a new program generating specific 1-4 Family Residential Portfolio Loans.
- Continued organic deposit growth as Deposits climbed to \$75.5 million at June 30, 2022, up from the \$64.7 million at the end of 2021 and \$72.0 million at March 31, 2022.
- Growth in net interest income from \$485K in the first quarter of 2022 to \$660k in the second quarter of 2022 due to loan growth discussed above.

The portfolio loan and organic deposit growth mentioned above is a testament to our service to our local customer base in our Palos Heights branch footprint. We have supplemented that local growth by expanding our offerings of prime jumbo mortgages in our Southeast market. Our deposit customers love our Money Market and CD offerings, as evidenced by their solid growth.

Our Mortgage team funded \$155 million in loan originations in the second quarter for the Bank, along with \$22 million in brokered loans. As rates have increased dramatically during the second quarter of 2022, the industry has seen a 35.5% overall decline in originations from last year, but our team has continued to thrive as we have shifted product mix quickly and made necessary adjustments to our operating environment. With the proactive changes made, we are positioned to continue the top-notch service to our customers we have been known for. The increasing rates have, however, positively affected interest income for the period the Bank holds the loans.

Our Tier 1 Leverage Ratio as of June 30, 2022 is now 12.67%, up from 10.51% at March 31, 2022 due to strong second quarter earnings and a \$2.45 million capital infusion to the Bank from a senior debt borrowing by our holding company. Likewise, our Total Risk Based Capital Ratio was 23.67% at the end of the second quarter, up from 19.40% at the end of the first quarter. These ratios have consistently



increased throughout 2021 and 2022, as we put more distance between our bank's capital ratios and the required minimum 8.00% Tier 1 Leverage Ratio and 12.00% Total Risk Based Capital Ratio. Due to our strong earnings, we have bolstered our capital strength while continuing to grow the balance sheet.

We provided a strong \$53k provision to the Allowance for Loan Losses during the second quarter of 2022 for a year-to-date total provision of \$83k. Despite the strong portfolio loan growth, we were able to maintain an Allowance for Loan Losses as a percentage of loans of 0.78% at June 30, 2022. Our Allowance for Loan Losses as a percentage of Loans ended 2021 at 1.04%. (Both of these ratios exclude Loans Held for Sale---Our 6/30/22 ratio is 0.89% when also excluding pending Participations). We had no loan charge offs during the first or second quarter of 2022, and we continue to maintain excellent credit quality. Our Texas ratio has continually and significantly declined since 2020, and at June 30, 2022 stood at 4.28%, down from 8.04% one year ago.

To summarize the continued improved performance at United Trust, here is a chart comparing our consolidated key operating ratios for the two quarters of 2022 to our annual performance in 2021:

	<u>2nd Qtr 2022</u>	<u>1st Qtr 2022</u>	<u>Year 2021</u>
Tier 1 Leverage (EOP)	12.67%	10.51%	9.74%
Total Risk Based Capital (EOP)	23.67%	19.40%	20.06%
Return on Assets (ROA)	3.18%	2.80%	2.40%
Return on Equity (ROE)	29.41%	27.17%	24.13%
ALLL (excluding LHFS)	0.78%	1.04%	1.04%
Net Interest Margin	3.34%	2.78%	2.90%
Efficiency Ratio	90.70%	94.04%	94.80%
Liquidity Ratio (Deposit & Borrowings)	15.62%	32.35%	28.44%

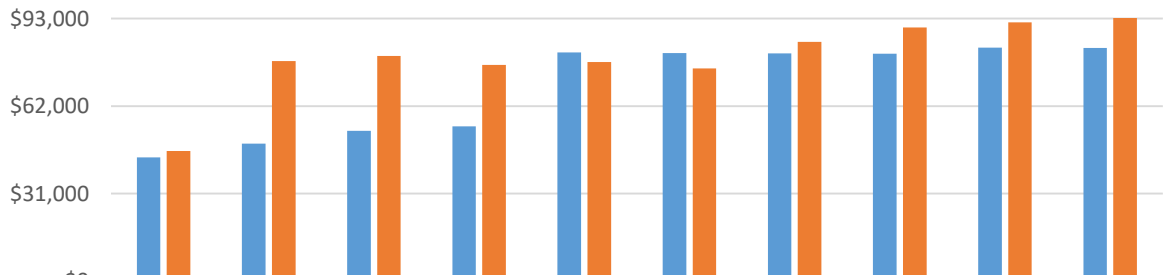
Additional support for our strong performance can also be found in the graphs and financial statements presented below. We believe that the remainder of 2022 will bring even more success to United Trust and our customers. We appreciate you as a customer, and we will continue to strive to meet all of your banking needs. We will also continue to increase the value to our shareholders, as our book value per share for United Bancorp, Inc. has increased to \$0.95 per share at June 30, 2022, up from \$0.81 per share at December 31, 2021.

Best Regards,

Charles K. Wagner
President and CEO



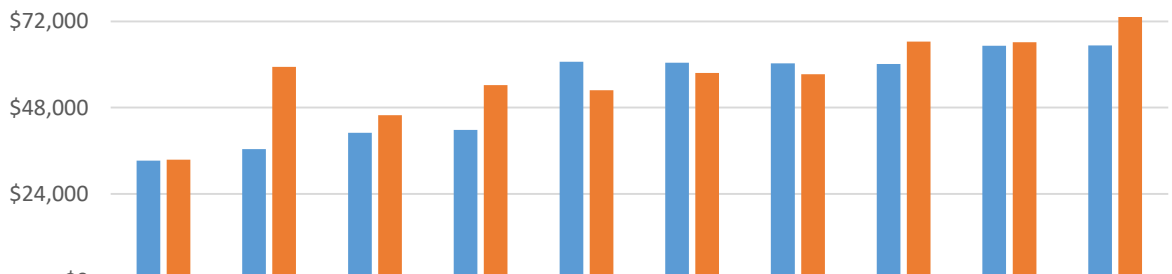
Total Assets



	Mar-21	Jun-21	Sep-21	Dec-21	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22
Total Assets - Budget	\$43,883	\$48,689	\$53,283	\$54,803	\$80,931	\$80,786	\$80,641	\$80,486	\$82,604	\$82,523
Total Assets - Actual	\$46,137	\$77,895	\$79,722	\$76,559	\$77,509	\$75,265	\$84,726	\$89,780	\$91,606	\$93,440

■ Total Assets - Budget ■ Total Assets - Actual

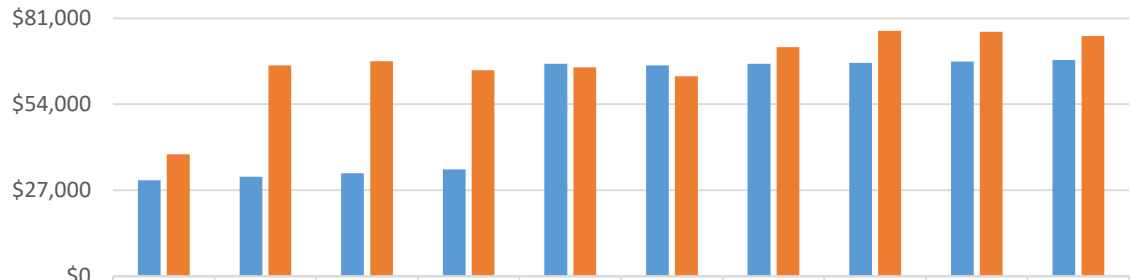
Total Loans



	Mar-21	Jun-21	Sep-21	Dec-21	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22
Total Loans - Budget	\$33,302	\$36,495	\$41,000	\$41,830	\$60,688	\$60,467	\$60,287	\$60,096	\$65,176	\$65,255
Total Loans - Actual	\$33,565	\$59,280	\$45,875	\$54,194	\$52,793	\$57,655	\$57,300	\$66,356	\$66,185	\$76,427

■ Total Loans - Budget ■ Total Loans - Actual

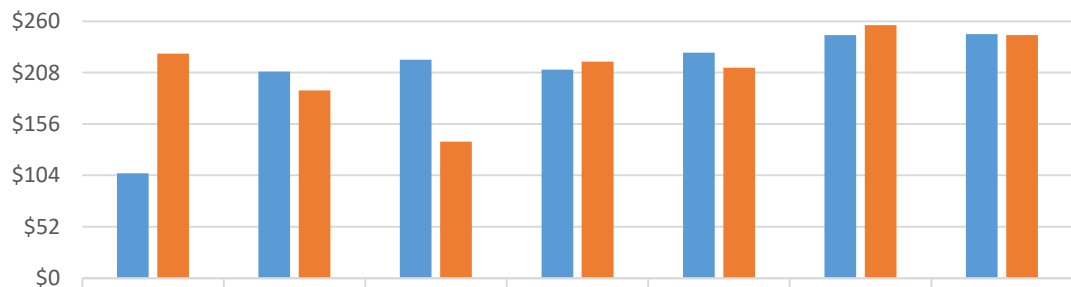
Total Deposits



	Mar-21	Jun-21	Sep-21	Dec-21	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22
Total Deposits - Budget	\$30,128	\$31,210	\$32,339	\$33,488	\$66,740	\$66,164	\$66,761	\$66,985	\$67,423	\$67,899
Total Deposits - Actual	\$38,305	\$66,177	\$67,567	\$64,687	\$65,573	\$62,799	\$71,965	\$77,066	\$76,724	\$75,476

■ Total Deposits - Budget ■ Total Deposits - Actual

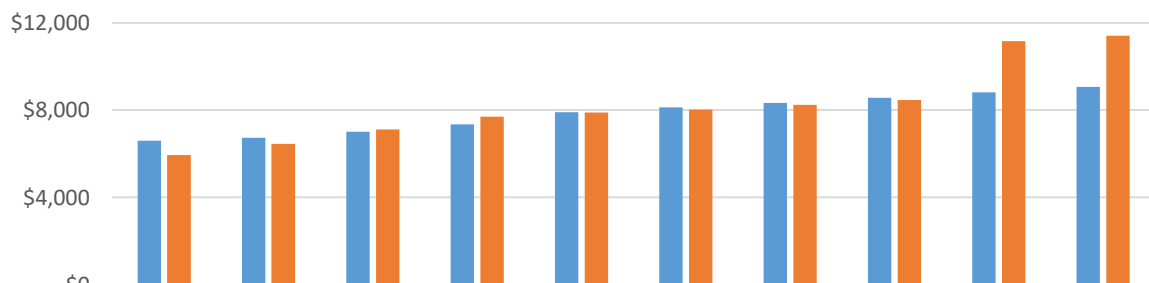
Current Earnings



	Dec-21	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22
Current Earnings - Budget	\$106	\$209	\$221	\$211	\$228	\$246	\$247
Current Earnings - Actual	\$227	\$190	\$138	\$219	\$213	\$256	\$246

■ Current Earnings - Budget ■ Current Earnings - Actual

Total Capital



	Mar-21	Jun-21	Sep-21	Dec-21	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22
Total Capital - Budget	\$6,598	\$6,731	\$7,006	\$7,340	\$7,903	\$8,124	\$8,335	\$8,564	\$8,810	\$9,057
Total Capital -Actual	\$5,946	\$6,453	\$7,106	\$7,694	\$7,884	\$8,021	\$8,240	\$8,453	\$11,159	\$11,405

■ Total Capital - Budget ■ Total Capital -Actual

United Trust Bank
Balance Sheet

	June 30, 2022	June 30, 2021
Assets		
Cash & Due	12,424	15,048
Securities		
Mortgage-Backed Securities	43	57
Other Securities	0	0
Gross Unrealized AFS G/L	0	1
Total Securities	43	58
Loans		
Commercial	1971	722
Real Estate		
Commercial	12,017	12,940
Residential	40,149	13,993
Mortgage Loans HFS	21,736	30,889
Total Real Estate	73,092	57,821
Consumer	469	459
Nonaccrual Loans	468	215
Other Loans	49	63
Total Loans	76,859	59,280
Loan Loss Reserve	-432	-300
Net Loans and Leases	76,427	58,980
Fixed Assets		
OREO	2,778	2,601
Equity Securities	0	302
Other Assets	196	185
Other Assets	1572	720
Total Assets	93,440	77,895
Liabilities		
Demand Deposits	22,518	13,732
Interest Bearing Deposits		
NOW Accounts	2,987	2,152
Money Market Accounts	10,065	5,205
Savings	1,401	1,026
Time Deposits		
CD's > 250K	1,528	6,000
CD's 100K-250K	29,042	32,804
CDs < 100K	7,935	5,257
Total Time Deposits	38,506	44,062
Other Int. Bearing Deposits	0	0
Total Interest Bearing Deposits	52,959	31,072
Total Deposits	75,476	66,177
Fed Funds Purchased	0	0
Borrowed Funds		
Other Borrowed Funds	4,350	3,850
Other Liabilities	2,209	1,417
Total Liabilities	82,035	71,443
Capital		
Common Stock	23,167	23,167
Undivided Profit	-13,024	-17,022
Current Earnings	1261	307
Net Unrealized AFS G/L	0	1
Total Capital	11,405	6,453
Total Liabilities & Capital	93,440	77,895

United Trust Bank
Income Statement

	2 nd Quarter 2022	2 nd Quarter 2021	YTD June 2022	YTD June 2021
Interest Income				
Cash & Due	47,004	2,743	55,600	4,459
Securities				
Mortgage-Backed Securities	154	135	256	284
Loans				
Commercial	28,210	21,641	50,679	37,051
Real Estate	685,491	402,760	1,209,395	706,403
Consumer	5,704	6,535	11,355	12,550
Other Loans	0	-4,554	-3,728	-5,856
Total Loans	719,405	426,382	1,267,701	750,148
Equity Securities	1,499	1,315	3,094	2,656
Total Interest Income	768,063	430,573	1,326,652	757,546
Interest Expense				
Interest Bearing Deposits				
NOW Accounts	1,009	821	1,821	1,526
Money Market Accounts	12,348	3,708	22,059	6,590
Savings	331	267	603	531
Time Deposits	67,204	47,023	123,413	81,940
Total Deposits	80,892	51,819	147,896	90,587
Fed Funds Purchased	0	0	0	0
Borrowed Funds	0	0	0	0
Other Borrowed Funds	26,787	4,309	33,711	7,234
Total Interest Expense	107,677	56,128	181,608	97,820
Net Interest Income	660,386	374,445	1,145,044	659,726
Loan Loss Provision	53,393	15,000	83,215	21,000
Net Interest Income after Provision	606,993	359,445	1,061,829	638,726
Non-Interest Income				
Service Charges	7,815	6,016	13,734	19,854
Fee Income				
Loan Fees (Not in NIM)	28,507	-229,510	43,165	22,829
Brokered Fee Income	452,370	1,181,115	969,117	216,683
Gain on Sale Mortgage Loans	7,203,736	5,376,066	16,546,396	5,687,956
Other Fee Income	85,971	4,208	89,846	1,980,427
Total Fee Income	7,770,586	6,331,881	17,648,520	7,885,066
Other Income	26,442	8,609	48,772	18,313
Total Non-Interest Income	7,804,841	6,346,504	17,711,030	7,923,231
Non-Interest Expense				
Employee	4,366,531	4,424,363	10,814,015	5,908,812
Occupancy	253,078	219,405	500,735	314,543
Equipment Expense	254,260	154,457	469,211	233,745
Data Processing	71,975	57,455	129,954	88,144
Gain/Loss on sale of assets	0	19,530	0	19,530
Professional Fees	67,397	58,848	134,101	102,253
Marketing	1,937,927	730,827	3,884,162	760,445
Other Employee Expense	59,359	38,769	86,173	64,987
Loan Expense	519,041	443,066	1,114,107	529,253
Other Expense	149,162	152,212	319,778	233,284
Total Non-Interest Expense	7,678,729	6,298,931	17,452,236	8,254,995
Operating Income	733,105	407,017	1,320,623	306,962
Federal Tax	0	0	0	0
State Tax	18,000	0	59,250	0
Net Income	715,105	407,017	1,261,373	306,962



The first quarter of 2022 saw United Trust Bank continue to sustain the strong level of profitability established in the last half of 2021. Our team worked together this quarter to accomplish many noteworthy accomplishments including:

- Growth in Assets from \$76.6 million at the end of 2021 to \$84.7 million at March 31, 2022.
- Achieving consolidated net income of \$546k for the first quarter of 2022. This compares to a loss of \$(100K) for the first quarter of 2021. United Trust Bank has now had 12 consecutive months of profitability beginning in April 2021.
- We processed \$215 million in mortgage loans during the first quarter 2022, up over the \$56 million for the same period in 2021.
- Growth of \$3.0 million in portfolio loans during the first quarter out of our Community Bank.
- Organic deposit growth of \$6.7 million during the first quarter from our branch operation.

The true winners this quarter, however, were our Banking and Mortgage customers who were the backbone of our success as an organization. We have many success stories of clients whom we assisted in meeting their goals, whether that be with their Savings account, Certificate of Deposit, new Mortgage Loan or other banking service.

Our Mortgage team funded \$189 million in loan originations in the first quarter for the Bank, along with \$26 million in brokered loans. Only a year ago, we were just starting the United Trust mortgage business. As rates have increased in 2022, the industry has seen a 30% decline in production from last year, but our team has continued to thrive as we have shifted product mix quickly and experiencing increased margins over last year. With the new product mix focus, we believe we can match or exceed last year's 2nd quarter volume. The increasing rates have also positively affected interest income for the period the Bank holds the loans. The Mortgage team has grown in size to 95 employees, and we now operate with 7 offices in 4 states.

The portfolio loan and organic deposit growth mentioned above is a testament to our service to our local customer base in our Palos Heights branch footprint. We have supplemented that local growth by expanding our offerings of prime jumbo mortgages in our Southeast market. Our deposit customers love our Money Market and CD offerings, as evidenced by their solid growth.

Our Tier 1 Leverage Ratio as of March 31, 2022 grew to 10.51% from the 9.74% at December 31, 2021. Likewise, our Total Risk Based Capital Ratio was 20.52% at the end of the first quarter, up over the 20.06% at the end of 2021. These ratios have consistently increased throughout 2021 and 2022, as we put more distance between our bank's capital ratios and the required minimum 8.00% Tier 1 Leverage Ratio and 12.00% Total Risk Based Capital Ratio. Due to our earnings, we have bolstered our capital strength while continuing to grow the balance sheet.



We provided strong provisions to the Allowance for Loan Losses during the first quarter of 2022 and, despite the strong portfolio loan growth, we were able to maintain an Allowance for Loan Losses as a percentage of loans of 1.04% at March 31, 2022. Our Allowance for Loan Losses as a percentage of Loans (excluding LHFS) also ended 2021 at 1.04%. We had no loan charge offs during the first quarter of 2022, and we continue to maintain excellent credit quality. Our Texas ratio has continually and significantly declined since 2020, and at March 31, 2022 stood at 4.58%, down from 9.09% on year ago.

To summarize the continued improved performance at United Trust, here is a chart comparing our consolidated key operating ratios for the first quarter of 2022 to our annual performance in 2021:

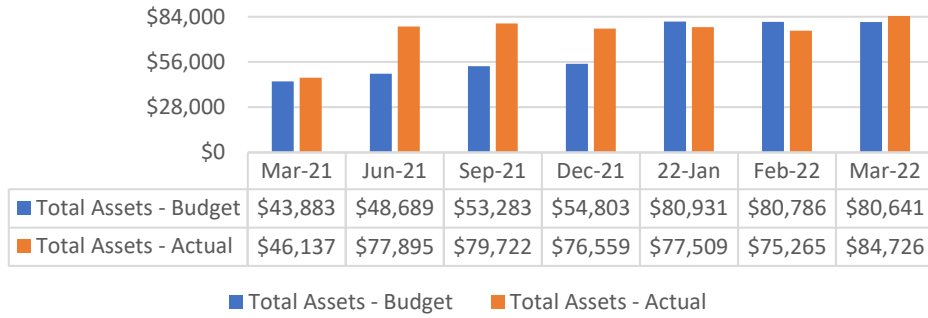
	<u>1st Qtr 2022</u>	<u>Year 2021</u>
Tier 1 Leverage (EOP)	10.51%	9.74%
Total Risk Based Capital (EOP)	20.52%	20.06%
Return on Assets (ROA)	2.80%	2.40%
Return on Equity (ROE)	27.17%	24.13%
ALLL (excluding LHFS) (EOP)	1.04%	1.04%
Net Interest Margin	2.78%	2.90%
Efficiency Ratio	94.04%	94.80%
Liquidity Ratio (Deposit & Borrowings)	32.35%	28.44%

Additional support for our strong performance can also be found in the graphs and financial statements presented below. We believe that the remainder of 2022 will bring even more success to United Trust and our customers. We appreciate you as a customer, and we will continue to strive to meet all of your banking needs. We will also continue to increase the value to our shareholders.

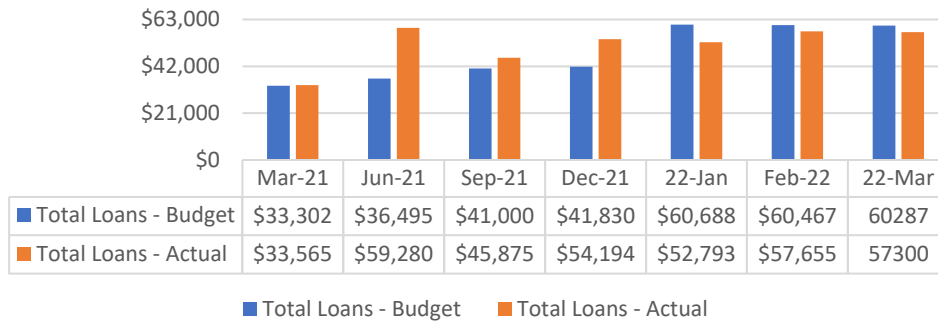
Best Regards,

Charles K. Wagner
President and CEO

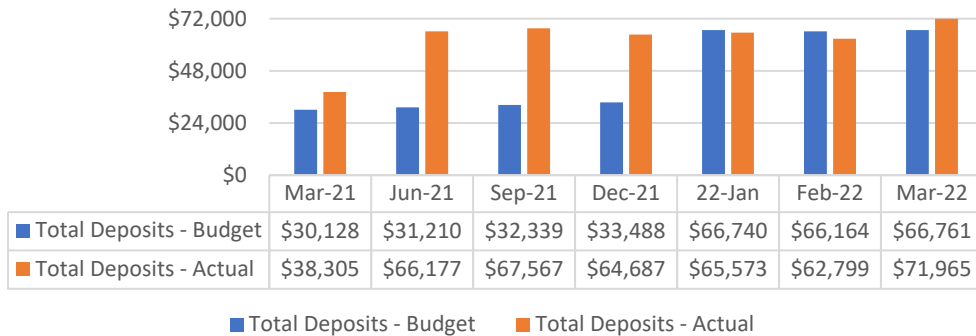
Total Assets



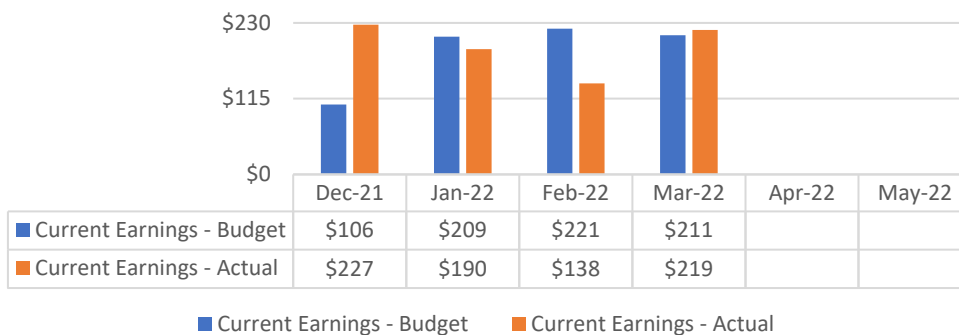
Total Loans



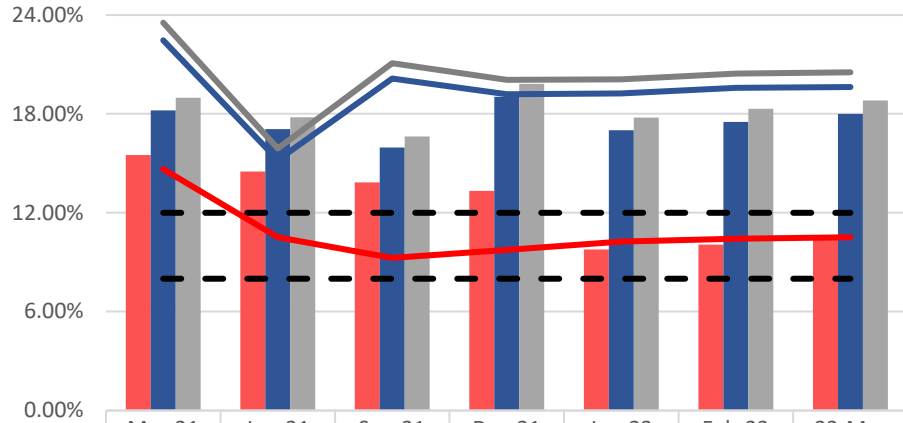
Total Deposits



Current Earnings



Capital Ratios



	Mar-21	Jun-21	Sep-21	Dec-21	Jan-22	Feb-22	22-Mar
■ Budget Tier 1 Leverage Ratio	15.50%	14.50%	13.84%	13.32%	9.77%	10.06%	10.34%
■ Budget Tier 1 Capital Ratio	18.21%	17.07%	15.95%	19.03%	17.00%	17.51%	17.99%
■ Budget Total Risk Based	18.97%	17.79%	16.62%	19.82%	17.77%	18.30%	18.81%
- - OCC Leverage Ratio	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%
- - OCC Total Risk Based	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%
— Actual Tier 1 Leverage Ratio	14.65%	10.51%	9.26%	9.74%	10.24%	10.42%	10.51%
— Actual Tier 1 Capital Ratio	22.46%	15.20%	20.14%	19.19%	19.23%	19.57%	19.62%
— Actual Total Risk Based	23.53%	15.90%	21.07%	20.06%	20.09%	20.44%	20.52%

■ Budget Tier 1 Leverage Ratio ■ Budget Tier 1 Capital Ratio ■ Budget Total Risk Based
- - OCC Leverage Ratio - - OCC Total Risk Based — Actual Tier 1 Leverage Ratio
— Actual Tier 1 Capital Ratio — Actual Total Risk Based

United Trust Bank
Balance Sheet

	Actual Mar '22	Actual Mar '21
Assets		
Cash & Due	23,753	9,398
Securities		
Mortgage-Backed Securities	45	59
Other Securities	0	0
Gross Unrealized AFS G/L	0	1
Total Securities	45	60
Loans		
Commercial	957	733
Real Estate		
Commercial	12,736	11,997
Residential	22,207	12,927
Mortgage Loans HFS	20,775	7,273
Total Real Estate	55,719	32,196
Consumer	452	467
Nonaccrual Loans	179	208
Other Loans	-7	-39
Total Loans	57,300	33,565
Loan Loss Reserve	-379	-285
Net Loans and Leases	56,921	33,280
Fixed Assets	2,780	2,477
OREO	206	322
Equity Securities	185	159
Other Assets	836	441
Total Assets	84,726	46,137
Liabilities		
Demand Deposits	17,018	7,233
Interest Bearing Deposits		
NOW Accounts	2,202	1,277
Money Market Accounts	12,243	3,098
Savings	1,277	1,084
Time Deposits		
CD's > 250K	1,225	453
CD's 100K-250K	29,996	20,194
CDs < 100K	8,004	4,965
Total Time Deposits	39,225	25,613
Other Int. Bearing Deposits	0	0
Total Interest Bearing Deposits	54,947	31,072
Total Deposits	71,965	38,305
Fed Funds Purchased	0	0
Borrowed Funds		
Other Borrowed Funds	1,600	1,600
Other Liabilities	2,921	286
Total Liabilities	76,486	40,191
Capital		
Common Stock	23,167	23,067
Undivided Profit	-15,474	-17,022
Current Earnings	546	-100
Net Unrealized AFS G/L	0	1
Total Capital	8,240	5,946
Total Liabilities & Capital	84,726	46,137

United Trust Bank
Income Statement

	Actual Jan '22-Mar '22	Actual Jan '21-Mar '21
Interest Income		
Cash & Due	8,596	1,716
Securities		
Mortgage-Backed Securities	102	149
Loans		
Commercial	22,469	15,410
Real Estate	523,902	303,644
Consumer	5,651	6,015
Other Loans	-3,728	-1,302
Total Loans	548,294	323,767
Equity Securities	1,595	1,340
Total Interest Income	558,589	326,973
Interest Expense		
Interest Bearing Deposits		
NOW Accounts	812	706
Money Market Accounts	9,712	2,882
Savings	272	264
Time Deposits	56,210	34,914
Total Deposits	67,006	38,766
Fed Funds Purchased	0	0
Borrowed Funds	0	0
Other Borrowed Funds	6,924	2,924
Total Interest Expense	73,931	41,691
Net Interest Income	484,658	285,281
Loan Loss Provision	29,822	6,000
Net Interest Income after Provision	454,836	279,281
Non-Interest Income		
Service Charges	5,920	13,838
Fee Income		
Loan Fees (Not in NIM)	14,657	12,624
Brokered Fee Income	516,747	985,687
Gain on Sale Mortgage Loans	9,342,660	72,175
Other Fee Income	3,874	242,984
Total Fee Income	9,877,939	1,553,184
Other Income	22,331	9,704
Total Non-Interest Income	9,906,189	1,576,727
Non-Interest Expense		
Employee	6,447,484	1,484,449
Occupancy	247,657	95,137
Equipment Expense	214,952	79,288
Data Processing	57,979	30,689
Gain/Loss on sale of assets	0	0
Professional Fees	66,704	43,405
Marketing	1,946,235	29,619
Other Employee Expense	26,815	26,218
Loan Expense	595,066	86,187
Other Expense	170,616	81,072
Total Non-Interest Expense	9,773,507	1,956,064
Operating Income	587,518	-100,056
Federal Tax	0	0
State Tax	41,250	0
Net Income	546,268	-100,056