

## EXECUTIVE OFFICERS

**James T. McCoy**, Chairman of the Board

**David M. Geis**, President

**Marvin S. Veatch**, Vice President/Treasurer

**Susan E. Haskett**, Vice President/Secretary

## LOCATIONS

- Seymour** 125 South Chestnut  
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- 1200 East Tipton Street  
Seymour, Indiana 47274  
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- 1181 West Tipton Street  
Seymour, Indiana 47274  
(812) 522-3607
- Brownstown** 108 West Commerce Street  
Brownstown, Indiana 47220  
(812) 358-2520
- Bedford** 2635 West 16th Street  
Bedford, Indiana 47421  
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- Columbus** 400 Washington Street  
Columbus, Indiana 47201  
(812) 379-1991
- 3880 West Jonathan Moore Pike  
Columbus, Indiana 47201  
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- 3019 East 25th Street  
Columbus, Indiana 47203  
(812) 378-0850
- North Vernon** 611 A North State Street  
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 **Bancorp**  
*of Southern Indiana*

PARENT COMPANY OF JACKSON COUNTY BANK  
AND SUBSIDIARIES

Quarterly  
Performance  
Profile

June 30, 2015



Parent Company of Jackson County Bank and Subsidiaries

**UPDATE FROM THE PRESIDENT**

The consolidated earnings of BSI through June 30, 2015 amounted to \$1,853,000 compared with \$2,005,000 for the same period in 2014. The decrease of \$152,000, or 7.6%, is primarily attributable to a decrease in year-over-year net interest income after provision for loan losses of \$568,000. Predominately offsetting this decrease in net interest income after provision for loan losses was an increase in noninterest income of \$312,000 in conjunction with a modest \$45,000 reduction in noninterest expense. Annualized earnings per share through the first six months of 2015 amounted to \$8.26 compared with \$8.93 during the same period in 2014.

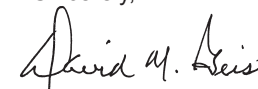
Key contributing factors to the modestly lower earnings remain unchanged from previous communications - lighter than desired loan volume and the sustained low interest rate conditions which are causing net interest margin compression. However, BSI's pipeline of approved, unfunded and pending loans gives us confidence that higher levels of productively earning assets will bolster future quarters' earnings.

BSI's total assets at June 30, 2015 increased to \$492,121,000, an increase of \$45,946,000 or 10.3% over the June 30, 2014 asset level of \$446,175,000. The increase was primarily in interest-bearing deposits and short-term borrowings in the form of commercial customers' repurchase agreements.

BSI's stock price at June 30, 2015 was \$95 per share based upon recent trades of which management is aware. This compares to \$78 per share at June 30, 2014. BSI's book value per share at June 30, 2015 amounted to \$100.29. By all regulatory standards, BSI's wholly-owned subsidiary, JCB, remains above "well-capitalized" standards as of June 30, 2015 in accordance with the new BASEL III capital guidelines that were effective beginning January 1, 2015.

As always, your comments and questions are welcome at any time. Your business and investment with BSI and JCB are appreciated.

Sincerely,

  
David M. Geis  
President

	For the six months ending June 30,		For the year ending December 31,	
	2015	2014	2014	2013
<b>Per Share Performance</b>				
Net income (annualized)	\$8.26	\$8.93	\$8.29	\$7.74
Dividends	1.30	1.30	2.80	2.50
Book value	100.29	94.68	97.57	87.53
<b>Balance Sheet (000's)</b>				
Total assets	\$492,121	\$446,175	\$454,881	\$440,850
Total loans held-for-sale	378	611	978	530
Total loans	291,847	290,735	295,137	292,194
Total deposits	366,572	342,292	355,000	338,627
Total equity	45,370	42,830	44,137	39,661
<b>Profitability</b>				
Net interest margin (FTE)	2.85 %	3.23 %	3.16 %	3.33 %
Return on average assets	0.78	0.91	0.84	0.81
Return on average equity	8.29	9.72	8.78	8.86
Net interest income (000's)	\$5,909	\$6,127	\$12,021	\$12,628
Net income (000's)	1,853	2,005	3,751	3,512
<b>Asset Quality</b>				
Net charge-offs/average loans	0.01 %	0.10 %	0.06 %	0.87 %
Provision/average loans	0.03	(.10)	(.05)	0.32
Allowance/non-performing loans at period end	43.78	45.47	62.02	81.45
Non-performing assets/assets at period end	2.02	2.18	1.83	1.74
<b>Capital Strength - Bank</b>				
Tangible equity/assets at period end	9.19 %	9.91 %	9.81 %	9.53 %
Common Equity Tier 1 Risk-based Capital Ratio	14.81	N/A	N/A*	N/A*
Total Risk-based Capital Ratio	15.62	N/A	N/A*	N/A*

\* - New BASEL III capital guidelines effective January, 1, 2015 were not in effect during these time periods.