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**PERPETUAL FEDERAL SAVINGS BANK OF URBANA, OHIO
ANNOUNCES FOURTH QUARTER OPERATING RESULTS**

October 28, 2016, Perpetual Federal Savings Bank of Urbana, Ohio [OTC Pink: "PFOH"] today reported fiscal fourth quarter net income of \$1.2 million, or basic and diluted earnings per share of \$0.48, for the quarter ended September 30, 2016, compared to net income of \$1.3 million, or basic and diluted earnings per share of \$0.52 for the quarter ended September 30, 2015. For the twelve months ended September 30, 2016, the Savings Bank reported \$5.0 million of net income, or \$2.01 per share of basic and diluted earnings, which was relatively unchanged compared to \$5.0 million of net income, or \$2.03 per share of basic and diluted earnings for the twelve months ended September 30, 2015.

Total assets increased \$34.2 million, or 9.7%, to \$386.9 million at September 30, 2016, from \$352.7 million at September 30, 2015. Total shareholders' equity increased \$2.9 million, or 4.6%, from \$64.3 million at September 30, 2015, to \$67.2 million at September 30, 2016, due to net income less dividends paid. The Savings Bank's capital ratios remain in excess of those required to be considered well-capitalized under U.S. banking regulations.

Perpetual Federal Savings Bank
120 North Main Street
P.O. Box 71
Urbana, OH 43078-1659

SELECTED CONSOLIDATED FINANCIAL INFORMATION

(In Thousands, except per share data)

Selected Financial Condition Data:	(unaudited)	
	<u>09/30/16</u>	<u>09/30/15</u>
Total assets	\$386,898	\$352,661
Loans receivable, net	329,071	311,689
Allowance for loan losses	4,773	5,124
Interest bearing deposits in other financial institutions	47,582	30,447
Deposits	299,713	279,589
Shareholders' equity	67,200	64,255

Selected Operations Data:	Three Months Ended		Twelve Months Ended	
	09/30/16	09/30/15	09/30/16	09/30/15
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Total interest income	\$ 3,994	\$ 3,790	\$ 15,846	\$ 15,052
Total interest expense	<u>1,209</u>	<u>1,005</u>	<u>4,528</u>	<u>3,937</u>
Net interest income	2,785	2,785	11,318	11,115
Provision for loan losses	<u>--</u>	<u>49</u>	<u>85</u>	<u>212</u>
Net interest income after provision for loan losses	2,785	2,736	11,233	10,903
Other non-interest income	5	6	30	29
Operating expenses	<u>1,011</u>	<u>780</u>	<u>3,744</u>	<u>3,354</u>
Income before income taxes	1,779	1,962	7,519	7,578
Income tax expense	<u>603</u>	<u>665</u>	<u>2,549</u>	<u>2,574</u>
Net Income	<u>\$ 1,176</u>	<u>\$ 1,297</u>	<u>\$ 4,970</u>	<u>\$ 5,004</u>
Earnings per share/Basic and Diluted	<u>\$ 0.48</u>	<u>\$ 0.52</u>	<u>\$ 2.01</u>	<u>\$ 2.03</u>