

CRAZY WOMAN CREEK BANCORP INCORPORATED AND SUBSIDIARY

Consolidated Balance Sheets
(Dollars in thousands except share and per share data)

(Unaudited)

<u>Assets</u>	March 31, 2010	September 30, 2009
Cash and due from banks	\$ 3,023	3,499
Federal funds	2,300	8,800
Interest-bearing due from banks	761	1,119
Cash and cash equivalents	6,084	13,418
Investment and mortgage-backed securities available-for-sale	26,103	20,629
Stock in Federal Home Loan Bank of Seattle, at cost	1,332	1,332
Loans held-for-sale	3,449	6,359
Loans receivable, net	101,091	102,661
Bank-owned life insurance	1,270	—
Accrued interest receivable	712	760
Premises and equipment, net	5,720	5,830
Repossessed other assets owned	2,124	1,597
Income tax receivable	203	119
Goodwill	178	178
Other assets	1,342	222
	<u>\$ 149,608</u>	<u>153,105</u>
<u>Liabilities and Stockholders' Equity</u>		
Liabilities:		
Deposits	\$ 133,687	134,991
Advances from Federal Home Loan Bank	1,239	2,746
Other borrowed money	158	159
Advance payments by borrowers for taxes and insurance	29	57
Deferred income taxes	180	270
Dividends payable	—	77
Accrued expenses and other liabilities	350	557
Total liabilities	<u>135,643</u>	<u>138,857</u>
Stockholders' equity:		
Preferred stock, par value \$.10 per share, 2,000,000 shares authorized; 3,100 shares of series A and 155 shares of series B with a liquidation value of \$1,000 issued March 31, 2010 and September 30, 2009	3,100	3,100
Common stock, par value \$.10 per share, 5,000,000 shares authorized; 1,058,000 issued	106	106
Additional paid-in capital	10,321	10,319
Unearned ESOP/MSBP shares	(34)	(40)
Retained earnings	7,348	7,653
Accumulated other comprehensive loss, net	6	(4)
Treasury stock at cost, 416,795 and 416,795 shares at March 31, 2010 and September 30, 2009	(6,882)	(6,886)
Total stockholders' equity	<u>13,965</u>	<u>14,248</u>
	<u>\$ 149,608</u>	<u>153,105</u>

CRAZY WOMAN CREEK BANCORP INCORPORATED AND SUBSIDIARY

Consolidated Statements of Income
(Dollars in thousands except share and per share data)

Unaudited

	Three Months Ended March 31,		Six Months Ended March 31,	
	2010	2009	2010	2009
Interest income:				
Loans receivable	\$ 1,695	\$ 1,890	\$ 3,465	\$ 3,803
Mortgage-backed securities	25	34	52	69
Investment securities	135	55	274	149
Other interest-earning assets	9	2	15	5
Total interest income	<u>1,864</u>	<u>1,981</u>	<u>3,806</u>	<u>4,026</u>
Interest expense:				
Deposits	596	747	1,261	1,553
Advances from Federal Home Loan Bank	18	53	48	122
Other interest expense	1	1	2	3
Total interest expense	<u>615</u>	<u>801</u>	<u>1,311</u>	<u>1,678</u>
Net interest income	1,249	1,180	2,495	2,348
Provision for loan losses	141	130	267	237
Net interest income after provision for loan losses	<u>1,108</u>	<u>1,050</u>	<u>2,228</u>	<u>2,111</u>
Non-interest income:				
Customer service charges	63	85	148	171
Gain on sale of loans	294	190	885	357
Gain (loss) on sale of securities	(132)	—	(132)	—
Other operating income	181	143	461	260
Total non-interest income	<u>406</u>	<u>418</u>	<u>1,362</u>	<u>788</u>
Non-interest expense:				
Compensation and benefits	987	759	1,945	1,398
Occupancy and equipment	205	210	402	398
FDIC/SAIF deposit insurance premiums	67	21	110	40
Advertising	45	31	98	79
Data processing services	140	148	287	273
Professional fees	31	86	80	103
Other	338	226	577	418
Loss on disposal of equipment	—	—	—	2
Loss on other repossessed assets	285	—	285	—
Total non-interest expense	<u>2,098</u>	<u>1,481</u>	<u>3,784</u>	<u>2,711</u>
Income before income taxes	(584)	(13)	(194)	188
Income tax expense	(206)	(10)	(51)	52
Net income	<u>\$ (378)</u>	<u>\$ (3)</u>	<u>\$ (143)</u>	<u>\$ 136</u>
Dividends declared per common share	<u>\$ 0.00</u>	<u>\$ 0.12</u>	<u>\$ 0.12</u>	<u>\$ 0.24</u>
Basic earnings per share	<u>\$ -0.62</u>	<u>\$ 0.00</u>	<u>\$ -0.34</u>	<u>\$ 0.20</u>
Diluted earnings per share	<u>\$ -0.62</u>	<u>\$ 0.00</u>	<u>\$ -0.34</u>	<u>\$ 0.20</u>

CRAZY WOMAN CREEK BANCORP INCORPORATED AND SUBSIDIARY

Consolidated Statements of Stockholders' Equity and Comprehensive Income
(Dollars in thousands except share and per share data)

Unaudited

	<u>Common stock</u>	<u>Additional paid-in capital</u>	<u>Preferred stock</u>	<u>Unearned ESOP/ MSBP shares</u>	<u>Retained earnings</u>	<u>Accumulated other comprehensive income (loss)</u>	<u>Treasury stock</u>	<u>Total stockholders' equity</u>
Balance at September 30, 2008	\$ 106	10,312	—	(52)	7,624	(170)	(6,896)	10,924
Comprehensive income:								
Net income	—	—	—	—	419	—	—	419
Unrealized gain on securities available-for-sale, net of reclassification adjustment	—	—	—	—	—	166	—	166
Total comprehensive income								585
MSBP shares awarded (1,000 shares)	—	—	—	(10)	—	—	10	—
Issuance of 3,255 preferred stock shares	—	—	3,100	—	—	—	—	3,100
MSBP shares vested	—	7	—	22	—	—	—	29
Cash dividends declared- preferred stock	—	—	—	—	(82)	—	—	(82)
Cash dividends declared - common stock (\$.48 per share)	—	—	—	—	(308)	—	—	(308)
Balance at September 30, 2009	106	10,319	3,100	(40)	7,653	(4)	(6,886)	14,248
Comprehensive income:								
Net income	—	—	—	—	(143)	—	—	(143)
Unrealized loss on securities available-for-sale, net of reclassification adjustment	—	—	—	—	—	10	—	10
Total comprehensive income								(133)
MSBP shares awarded (1,000 shares)	—	—	—	(12)	—	—	12	—
MSBP shares forfeited (700 shares)	—	—	—	8	—	—	(8)	—
MSBP shares vested	—	2	—	10	—	—	—	12
Cash dividends declared- preferred stock	—	—	—	—	(84)	—	—	(84)
Cash dividends declared - common stock (\$.12 per share)	—	—	—	—	(78)	—	—	(78)
Balance at March 31, 2010	\$ <u>106</u>	<u>10,321</u>	<u>3,100</u>	<u>(34)</u>	<u>7,348</u>	<u>6</u>	<u>(6,882)</u>	<u>13,965</u>

See accompanying notes to consolidated financial statements.

CRAZY WOMAN CREEK BANCORP INCORPORATED AND SUBSIDIARY

Consolidated Statements of Cash Flows
(Dollars in Thousands)

Six months ended March 31, 2010 and 2009
(Unaudited)

	<u>2010</u>	<u>2009</u>
Cash flows from operating activities:		
Net income	\$ (143)	136
Adjustments to reconcile net income to net cash provided by operating activities:		
Provision for loan losses	267	237
Provision for EDP/EPO	3	11
Loans originated for sale	(30,806)	(32,392)
Proceeds from sales of loans held-for-sale	33,713	26,600
Amortization of premiums and discounts on investment securities	68	11
Amortization of core deposit intangibles	—	—
Deferred income tax (benefit) expense	(96)	(7)
Depreciation	171	171
Mutual fund dividends reinvested	(11)	(19)
Deferred loan origination fees, net	1	(14)
Gain on bank-owned life insurance	(20)	—
Loss on disposal of equipment	—	2
Loss on other repossessed assets	285	—
Loss on sale of investment	132	—
MSBP compensation expense	11	11
Change in:		
Accrued interest receivable	48	85
Other assets	(1,120)	(221)
Income taxes payable	(83)	10
Accrued expenses and other liabilities	(284)	3
Net cash (used in) provided by operating activities	<u>2,136</u>	<u>(5,376)</u>
Cash flows from investing activities:		
Purchases of securities available-for-sale	(8,536)	(5,233)
Purchases of bank-owned life insurance	(1,250)	—
Proceeds from maturities, calls and prepayments of securities available-for-sale	2,548	3,205
Proceeds from sale of securities	341	—
Change in loans receivable	241	(1,689)
Purchases of premises and equipment	(61)	(47)
Proceeds from sale of other real estate owned	249	—
Net cash (used in) investing activities	<u>(6,468)</u>	<u>(3,764)</u>
Cash flows from financing activities:		
Net increase in deposits	(1,304)	12,073
Advances from Federal Home Loan Bank	—	8,617
Repayment of advances from Federal Home Loan Bank	(1,507)	(16,199)
Repayment on other borrowed money	(1)	—
Net increase (decrease) in Federal funds sold	—	1,400
Net (increase) decrease in advances from borrowers for taxes and insurance	(28)	(9)
Issuance of preferred stock	—	3,100
Dividends paid to stockholders	(162)	(155)
Net cash (used in) provided by financing activities	<u>(3,002)</u>	<u>8,827</u>
Net increase (decrease) in cash and cash equivalents	(7,334)	(313)
Cash and cash equivalents at beginning of year	<u>13,418</u>	<u>4,263</u>
Cash and cash equivalents at end of year	\$ <u>6,084</u>	\$ <u>3,950</u>
Cash paid during the year for:		
Interest	\$ 1,379	1,697
Income taxes	125	50

BASIS OF PRESENTATION

The accompanying unaudited interim consolidated condensed financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America ("GAAP") for interim financial information. Accordingly, they do not include all of the information and footnotes required by GAAP for complete financial statements. For further information, the reader should refer to the Annual Report of Crazy Woman Creek Bancorp Incorporated (the "Company") for the fiscal years ended September 30, 2009 and 2008.

In the opinion of management, all adjustments (consisting of normal recurring accruals) considered necessary for fair presentation have been included. The results of operations for the three and six months ended March 31, 2010 are not necessarily indicative of the results, which may be expected for an entire year or any other period.

The accompanying consolidated financial statements include the accounts of the Company and Buffalo Federal Savings Bank (the "Bank"), a wholly-owned subsidiary of the Company. All significant intercompany balances and transactions have been eliminated in consolidation.

FORWARD LOOKING STATEMENTS

The Company may from time to time make written or oral "forward-looking statements", including statements contained in the Company's filings with the Office of Thrift Supervision (including this Quarterly Report and the exhibits thereto), in its reports to stockholders and in other communications by the Company, which are made in good faith by the Company pursuant to the "safe harbor" provision of the Private Securities Litigation Reform Act of 1995.

These forward-looking statements involve risks and uncertainties, such as statements of the Company's plans, objectives, expectations, estimates and intentions, that are subject to changes based on various important factors (some of which are beyond the Company's control). The following factors, among others, could cause the Company's financial performance to differ materially from the plans, objectives, expectations, estimates and intentions expressed in such forward-looking statements: the strength of the United States economy in general and the strength of the local economy in which the Company conducts operations; the effects of, and changes in, trade, monetary and fiscal policies and laws, including interest rate policies of the board of governors of the federal reserve system, inflation, interest rates, market and monetary fluctuations; the timely development of and acceptance of new products and services of the Company and the perceived overall value of these products and services by users, including the features, pricing and quality compared to competitors' products and services; the willingness of users to substitute competitors' products and services for the Company's products and services; the success of the Company in gaining regulatory approval of its products and services, when required; the impact of changes in financial services' laws and regulations (including laws concerning taxes, banking, securities and insurance); technological changes; acquisitions; changes in consumer spending and saving habits; and the success of the Company at managing the risks resulting from these factors.

The Company cautions that the listed factors are not exclusive. The Company does not undertake to update any forward-looking statement, whether written or oral, that may be made from time to time by or on behalf of the Company.