

HIGH COUNTRY BANCORP, INC. AND SUBSIDIARY

AUDITED CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION JUNE 30, 2011 AND 2010

ASSETS	2011	2010
Cash and equivalents, non-interest bearing	\$ 3,605,597	\$ 2,368,050
Cash and equivalents, interest earning	10,586,338	9,723,693
Mortgage-backed securities, available for sale	1,995,283	
Mortgage-backed securities, held to maturity	4,569,733	3,940,143
Securities available for sale	270,305	
Securities held to maturity	8,243,370	13,876,163
Loans held for sale	346,800	1,064,400
Loans receivable, net	133,010,286	139,600,525
FHLBank stock, at cost	2,085,700	2,069,400
Federal Reserve Bank stock, at cost	175,800	175,800
Accrued interest receivable	828,510	936,895
Foreclosed assets, net	3,287,653	3,412,860
Property and equipment, net	6,608,797	6,969,410
Deferred income taxes	797,000	804,000
Prepaid expenses and other assets	1,403,437	1,606,853
TOTAL ASSETS	\$ 177,814,609	\$ 186,548,192
LIABILITIES AND EQUITY		
LIABILITIES		
Deposits	\$ 153,380,317	\$ 153,087,882
Advances from FHLBank	1,220,000	11,740,000
Accrued interest payable and other liabilities	1,664,521	1,044,926
TOTAL LIABILITIES	156,264,838	165,872,808
Commitments and contingencies		
EQUITY		
Preferred stock- \$.01 par value; authorized 1,000,000 shares; no shares issued or outstanding		
Common stock-\$.01 par value; 3,000,000 shares authorized; 860,501 shares issued and outstanding	8,605	8,605
Paid-in capital	5,476,340	5,476,340
Other comprehensive income – unrealized loss on securities available for sale	(4,591)	
Retained earnings	16,069,417	15,190,439
TOTAL EQUITY	21,549,771	20,675,384
TOTAL LIABILITIES AND EQUITY	\$ 177,814,609	\$ 186,548,192

HIGH COUNTRY BANCORP, INC. AND SUBSIDIARY

AUDITED CONSOLIDATED STATEMENTS OF INCOME FOR THE YEARS ENDED JUNE 30, 2011 AND 2010

	<u>2011</u>	<u>2010</u>
Interest income		
Interest and fees on loans	\$ 9,335,173	\$ 10,060,734
Interest on securities available for sale	37,722	
Interest on securities held-to-maturity	514,080	707,028
Interest on other interest earning assets	21,412	13,629
Total interest income	<u>9,908,387</u>	<u>10,781,391</u>
Interest expense		
Deposits	1,614,977	2,191,318
FHLBank advances	286,625	849,572
Total interest expense	<u>1,901,602</u>	<u>3,040,890</u>
Net interest income	8,006,785	7,740,501
Provision for losses on loans	730,000	300,000
Net interest income after provision for losses on loans	<u>7,276,785</u>	<u>7,440,501</u>
Non-interest income		
Service charges on deposits	329,593	320,821
Loans sold	705,483	572,310
Gain on sale of property, net	40,484	98,652
Other	708,757	421,418
Total non-interest income	<u>1,784,317</u>	<u>1,413,201</u>
Non-interest expense		
Compensation and benefits	3,722,614	3,569,930
Occupancy, equipment and data processing expense	1,371,792	1,507,192
Insurance and professional fees	450,210	591,100
Expense on non-interest earning assets	319,711	272,352
Other	582,706	605,890
Total non-interest expense	<u>6,447,033</u>	<u>6,546,464</u>
Income before income taxes	2,614,069	2,307,238
Income tax expense	874,590	844,042
Net income	<u>\$ 1,739,479</u>	<u>\$ 1,463,196</u>
Basic earnings per common share	<u>\$ 2.02</u>	<u>\$ 1.70</u>
Diluted earnings per common share	<u>\$ 2.02</u>	<u>\$ 1.70</u>
Weighted average common shares outstanding		
Basic and diluted	<u>860,501</u>	<u>860,501</u>
Dividends paid per share	<u>\$ 1.00</u>	<u>\$ 0.70</u>