

PATHFINDER BANCORP, INC.
FINANCIAL HIGHLIGHTS
(dollars in thousands except per share amounts)

**For the three months
ended March 31,
(Unaudited)**

	2016	2015
Condensed Income Statement		
Interest and dividend income	\$ 5,712	\$ 5,086
Interest expense	872	583
Net interest income	4,840	4,503
Provision for loan losses	210	383
	4,630	4,120
Noninterest income excluding net gains on sales of securities	921	813
Net gain on sales of securities	80	52
Noninterest expense	4,703	4,223
Income before income taxes	928	762
Provision for income taxes	273	225
Net Income	\$ 655	\$ 537
Net (loss) income attributable to noncontrolling interest	\$ (6)	\$ 8
Net income attributable to Pathfinder Bancorp, Inc.	\$ 661	\$ 529
Preferred stock dividends	16	32
Net income available to common shareholders	\$ 645	\$ 497

For the Periods Ending

	March 31, 2016	December 31, 2015	March 31, 2015
Selected Balance Sheet Data			
Assets	\$665,326	\$623,254	\$606,775
Earning assets	618,584	581,722	568,199
Total loans	434,179	430,438	390,613
Deposits	539,358	490,315	483,206
Borrowed funds	46,000	41,300	43,000
Allowance for loan losses	5,851	5,706	5,462
Subordinated debentures	14,999	14,991	5,155
Pathfinder Bancorp, Inc. Shareholders' equity	58,774	70,805	69,548
Asset Quality Ratios			
Net loan charge-offs (annualized) to average loans	0.06%	0.25%	0.28%
Allowance for loan losses to period end loans	1.35%	1.33%	1.40%
Allowance for loan losses to nonperforming loans	117.02%	107.30%	90.03%
Nonperforming loans to period end loans	1.15%	1.24%	1.55%
Nonperforming assets to total assets	0.85%	0.94%	1.08%

PATHFINDER BANCORP, INC.
FINANCIAL HIGHLIGHTS
(dollars in thousands except share and per share amounts)

**For the three months
ended March 31,
(Unaudited)**

	2016	2015
--	-------------	-------------

Key Earnings Ratios

Return on average assets	0.41%	0.36%
Return on average common equity**	4.47%	3.72%
Return on average equity	3.91%	3.03%
Net interest margin	3.17%	3.28%

Share and Per Share Data

Basic weighted average shares outstanding*	4,139,979	4,113,889
Basic earnings per share*	\$ 0.16	\$ 0.12
Diluted weighted average shares outstanding*	4,218,464	4,169,706
Diluted earnings per share*	\$ 0.15	\$ 0.12
Cash dividends per share	\$ 0.05	\$ 0.03
Book value per common share at March 31, 2016 and 2015	13.50	12.99
Tangible book value per common share at March 31, 2016 and 2015	12.41	11.90

* Basic and diluted earnings per share are calculated based upon net income available to common shareholders after preferred stock dividends.

Weighted average shares outstanding do not include unallocated ESOP shares.

** Common Equity includes the book value of the Company's common shares, retained earnings and additional paid-in capital. This amount is equal to total the Company's total equity minus the book value of preferred stock outstanding.

The above information is preliminary and based on the Company's data available at the time of presentation.