

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

	For the three months ended September 30, (Unaudited)		For the nine months ended September 30, (Unaudited)	
	2016	2015	2016	
Condensed Income Statement				
Interest and dividend income	\$ 6,251	\$ 5,449	\$ 17,829	
Interest expense	952	652	2,697	
Net interest income	5,299	4,797	15,132	
Provision for loan losses	322	220	682	
	4,977	4,577	14,450	
Noninterest income excluding net gains on sales of securities, loans and foreclosed real estate	953	1,087	2,778	
Net gains on sales of securities, loans and foreclosed real estate	10	105	212	
Noninterest expense	4,802	4,558	14,283	
Income before income taxes	1,138	1,211	3,157	
Provision for income taxes	322	316	820	
Net Income	\$ 816	\$ 895	\$ 2,337	
Net (loss) income attributable to noncontrolling interest	\$ (4)	\$ 10	\$ 24	
Net income attributable to Pathfinder Bancorp, Inc.	\$ 820	\$ 885	\$ 2,313	
Preferred stock dividends	-	33	16	
Net income available to common shareholders	\$ 820	\$ 852	\$ 2,297	
For the Periods Ending				
	September 30, 2016	December 31, 2015	September 30, 2015	
Selected Balance Sheet Data				
Assets	\$717,130	\$623,254	\$607,198	
Earning assets	674,220	581,722	566,027	
Total loans	473,423	430,438	414,795	
Deposits	555,125	490,315	496,342	
Borrowed funds	82,100	41,300	29,225	
Allowance for loan losses	6,126	5,706	5,732	
Subordinated loans	15,016	14,991	5,155	
Pathfinder Bancorp, Inc. Shareholders' equity	58,844	70,805	70,766	
Asset Quality Ratios				
Net loan charge-offs (annualized) to average loans	0.08%	0.25%	0.21%	
Allowance for loan losses to period end loans	1.29%	1.33%	1.38%	
Allowance for loan losses to nonperforming loans	157.52%	107.30%	109.22%	
Nonperforming loans to period end loans	0.82%	1.24%	1.27%	
Nonperforming assets to total assets	0.63%	0.94%	0.94%	

PATHFINDER BANCORP, INC.
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	2016	2015	2016	
Key Earnings Ratios				
Return on average assets	0.49%	0.59%	0.46%	
Return on average common equity**	5.45%	6.10%	5.01%	
Return on average equity	5.45%	4.98%	5.01%	
Net interest margin	3.28%	3.39%	3.21%	
Share and Per Share Data				
Basic weighted average shares outstanding*	4,094,237	4,126,110	4,127,719	
Basic earnings per share*	\$ 0.20	\$ 0.21	\$ 0.56	
Diluted weighted average shares outstanding*	4,179,956	4,196,621	4,210,587	
Diluted earnings per share*	\$ 0.20	\$ 0.20	\$ 0.55	
Cash dividends per share	\$ 0.05	\$ 0.05	\$ 0.15	
Book value per common share at September 30, 2016 and 2015				13.91
Tangible book value per common share at September 30, 2016 and 2015				12.79

* 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 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.