

# Logansport Financial Corp.

## SELECTED CONSOLIDATED FINANCIAL AND OTHER DATA (CONTINUED)

| Supplemental Data:  | At or for the year ended December 31, |        |        |        |        |
|---|---------------------------------------|--------|--------|--------|--------|
|   | 2009                                  | 2008   | 2007   | 2006   | 2005   |
| Return on average assets <sup>(1)</sup>   | .71%                                  | .95%   | .49%   | .62%   | .70%   |
| Return on average equity <sup>(2)</sup>   | 6.46                                  | 8.45   | 4.31   | 5.71   | 6.41   |
| Interest rate spread <sup>(3)</sup>   | 2.51                                  | 2.49   | 2.17   | 2.27   | 2.33   |
| Net yield on interest-earning assets <sup>(4)</sup>                             | 2.95                                  | 3.01   | 2.73   | 2.80   | 2.76   |
| General, administrative and other expense to average assets <sup>(6)</sup>      | 1.93                                  | 2.00   | 1.97   | 1.78   | 1.70   |
| Net interest income to general, administrative and other expense <sup>(6)</sup> | 141.95                                | 141.75 | 130.85 | 149.09 | 155.53 |
| Equity-to-assets <sup>(5)</sup>   | 11.51                                 | 10.30  | 11.49  | 11.00  | 10.82  |
| Average interest-earning assets to average interest-bearing liabilities         | 117.34                                | 116.76 | 115.13 | 115.39 | 114.99 |
| Non-performing assets to total assets   | 1.31                                  | .77    | .86    | 1.18   | 2.05   |
| Non-performing loans to total loans   | 1.87                                  | 1.19   | 1.24   | 1.68   | 2.84   |
| Loan loss allowance to total loans  | 1.33                                  | 1.22   | 1.21   | 1.12   | 1.28   |
| Loan loss allowance to non-performing loans                                     | 70.96                                 | 102.69 | 97.42  | 66.87  | 45.12  |
| Dividend payout ratio   | 39.74                                 | 32.97  | 68.97  | 52.63  | 45.24  |
| Net charge-offs to average loans  | .37                                   | .23    | .18    | .93    | .40    |

<sup>(1)</sup> Net earnings divided by average total assets.

<sup>(2)</sup> Net earnings divided by average total equity.

<sup>(3)</sup> Interest rate spread is calculated by subtracting combined weighted-average interest rate cost from combined weighted-average interest rate earned.

<sup>(4)</sup> Net interest income divided by average interest-earning assets.

<sup>(5)</sup> Total equity divided by total assets.

<sup>(6)</sup> Exclusive of costs associated with the termination of the defined benefit pension plan.

**TRANSFER AGENT** - Registrar and Transfer Company is the transfer agent and registrar for Logansport Financial Corp. and maintains shareholder records for the Company. Your account may be managed online via Investor Relations at [www.rtco.com](http://www.rtco.com), a cost-free web tool for shareholders, where you will be able to view your account details, update your account information and process various transactions. Shareholders requiring a change of name, address or ownership of stock, as well as information about shareholder records, lost or stolen certificates, dividend checks, or dividend direct deposit should use the cost-free web site or contact them at:

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Indianapolis, Indiana 46204

**INDEPENDENT AUDITORS**  
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200 E. Main Street, Suite 700  
Fort Wayne, IN 46802



If you would like a complete audit please contact us by mail, email, phone or fax and we will be happy to send you one. Our quarterly results are posted on our web site. You can check the stock price at [OTCBB.com](http://OTCBB.com) with the symbol LOGN.

Dotty Robeson, Secretary/Treasurer  
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*Logansport Financial Corp.*

*2009  
Shareholder Annual Report  
Selected Consolidated  
Financial and Other Data*



*Leading the Way in the  
community since 1925...*

*with value, strength,  
and commitment*

## TO OUR SHAREHOLDERS:

On behalf of the employees and directors of Logansport Financial Corp. it is my pleasure to present our Annual Report to Shareholders for the year ended December 31, 2009.

It is no secret that dramatic events that began in 2008 continued to place tremendous pressure on the financial industry throughout 2009. For financial companies, entrusted with the responsibility of helping people achieve their financial goals, whether it be in the form of savings products or loans, the most critical element today ensuring success is the financial strength of the institution. I want to assure you that Logansport Financial Corp. is well capitalized and is in a good position to adapt to the challenges that lie ahead in these uncertain economic times.

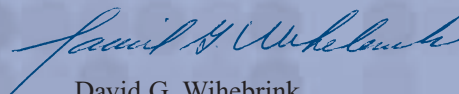
In a year in which continued economic upheaval and industry challenges threw many financial institutions off track, Logansport Financial Corp. was able to again report above average earnings. Net income for 2009 was \$1.2 million compared to \$1.5 million in 2008. Included in net income for 2009 was an increased provision for loan losses of \$245,000 over that charged to operations in 2008 in anticipation of increased portfolio stress in 2010. In addition, our net income in 2008 included non-recurring income of \$292,000 related to life insurance policies. Discounting these two items, net interest income and non interest expense were almost identical in 2009 and 2008. Our non performing loans and real estate owned again remained at modest levels compared to national and state statistics. Our risk based capital and core capital ratio's were 19.1% and 11.8% respectively compared to

19.7% and 11.2% in 2008. Both capital components were well above regulatory requirements for designation as a "well capitalized" institution.

While it is impossible to avoid every obstacle, we are proud we have been able to rely on our strength and stability during these uncertain and turbulent times to provide help to individuals and families with their credit, savings, and home financing needs. We have also been able to continue to provide credit worthy businesses the funding and financial tools they need to drive their growth.

As always we realize we are able to achieve success only because the employees and the Board of Directors are committed to Logansport Financial Corp. continuing as one of the best community financial institutions in our area. We do our best to manage and operate the institution with a consistent set of business principles and values that, first and foremost, means we always try to do the right thing. We appreciate the continued support of our shareholders.

Sincerely,



David G. Wihebrink  
President



## DIRECTORS

JAMES P. BAUER  
ARDEN CRAMER  
CHARLES J. EVANS  
BRIAN J. MORRILL  
SUSANNE S. RIDLEN, PH.D.  
THOMAS STEINBERGER  
WILLIAM TINCHER, JR  
DR. TODD S. WEINSTEIN  
DAVID G. WIHEBRINK

## LOGANSPORT SAVINGS BANK, FSB OFFICERS

DAVID G. WIHEBRINK – President  
ARDEN CRAMER- Executive Vice President  
CHAD GEER- Executive Vice President  
DOTTYE ROBESON – CFO/Sec/Treasurer  
MICHAEL THOMPSON – Internal Audit and Compliance  
REX BETZNER- Mortgage Loan Manager  
JEFFREY JONES - Senior Vice President  
SHEILA WILDERMUTH – Senior Vice President  
JONI LAMBERT – Assistant Vice President  
SHARON LANTZ - Assistant Vice President

## MISSION STATEMENT

*"The Board of Directors, management and staff of Logansport Savings Bank are dedicated to serving the needs of our customers, providing them with the best possible service in an efficient, friendly, caring atmosphere. As a vital part of this community, Logansport Savings Bank seeks to continue partnering with local business and individuals. The customers, employees, and shareholders are an integral part of Logansport Savings Bank and are best served if the Bank remains an independent, locally controlled and operated, profitable financial institution."*

## Logansport Financial Corp.

### SELECTED CONSOLIDATED FINANCIAL AND OTHER DATA

The following tables set forth certain information concerning Logansport Financial's consolidated financial position, results of operations and other data at the dates and for the years indicated.

| Financial Condition Data:                               | 2009           | 2008           | At December 31,                   |               |                |
|---|----------------|----------------|-----------------------------------|---------------|----------------|
|   |                |                | 2007                              | 2006          | 2005           |
|   |                |                | (In thousands)                    |               |                |
| Total assets  | \$162,230      | \$172,890      | \$156,817                         | \$159,894     | \$157,840      |
| Loans receivable, net                                   | 111,736        | 111,404        | 107,989                           | 110,562       | 112,438        |
| Mortgage-backed securities                              | 14,904         | 17,720         | 5,056                             | 3,947         | 6,577          |
| Cash and cash equivalents                               | 9,876          | 14,921         | 15,124                            | 16,853        | 15,027         |
| Investment securities                                   | 18,020         | 21,500         | 20,567                            | 20,210        | 15,232         |
| Deposits  | 110,563        | 116,368        | 111,645                           | 113,411       | 108,911        |
| Borrowings  | 31,645         | 37,169         | 25,349                            | 27,390        | 29,671         |
| Shareholders' equity                                    | 18,680         | 17,805         | 18,012                            | 17,589        | 17,082         |
|   |                |                | Year ended December 31,           |               |                |
| Summary of Operating Results:                           | 2009           | 2008           | 2007                              | 2006          | 2005           |
|   |                |                | (In thousands, except share data) |               |                |
| Interest income   | \$8,592        | \$9,329        | \$9,671                           | \$9,454       | \$8,612        |
| Interest expense  | 4,027          | 4,769          | 5,637                             | 5,214         | 4,422          |
| Net interest income                                     | 4,565          | 4,560          | 4,034                             | 4,240         | 4,190          |
| Provision for losses on loans                           | 560            | 315            | 255                               | 890           | 120            |
| Net interest income after provision for losses on loans | 4,005          | 4,245          | 3,779                             | 3,350         | 4,070          |
| Other income  | 637            | 856            | 453                               | 387           | 765            |
| Pension termination (recovery)                          | -              | -              | -                                 | (312)         | 712            |
| General, administrative and other expense               | 3,216          | 3,217          | 3,083                             | 2,844         | 2,698          |
| Earnings before income taxes                            | 1,426          | 1,884          | 1,149                             | 1,205         | 1,425          |
| Income taxes  | 246            | 351            | 387                               | 213           | 321            |
| Net earnings  | <u>\$1,180</u> | <u>\$1,533</u> | <u>\$762</u>                      | <u>\$992</u>  | <u>\$1,104</u> |
| Basic earnings per share                                | <u>\$1.51</u>  | <u>\$1.82</u>  | <u>\$0.87</u>                     | <u>\$1.14</u> | <u>\$1.26</u>  |
| Diluted earnings per share                              | <u>\$1.51</u>  | <u>\$1.82</u>  | <u>\$0.87</u>                     | <u>\$1.14</u> | <u>\$1.25</u>  |
| Cash dividends per share                                | <u>\$0.60</u>  | <u>\$0.60</u>  | <u>\$0.60</u>                     | <u>\$0.60</u> | <u>\$0.57</u>  |
| Outstanding Shares at 12/31                             | 783,701        | 783,701        | 870,701                           | 870,701       | 872,762        |