

Sample Pro Forma Balance Sheet & Income Statement

In this example an investment of **\$10,000,000** in BOLI is used as an illustration.

Call Report Item Description	Current	Modified	Change
Cash and Balances	\$ 47,387,000	\$ 47,387,000	\$ -
Net Loans & Leases	\$ 1,581,824,000	\$ 1,581,824,000	\$ -
Available for Sale Securities	\$ 614,044,000	\$ 604,044,000	\$ (10,000,000)
Other Assets	\$ 70,552,000	\$ 80,552,000	\$ 10,000,000
Total Assets	\$ 2,368,419,000	\$ 2,368,419,000	\$ -
Tier 1 (core) Capital	\$ 297,793,000	\$ 297,793,000	\$ -
Pre-tax Net Operating Income	\$ 27,460,000	\$ 27,260,000	\$ (200,000)
(Less Applicable Income Taxes)	\$ (6,210,000)	\$ (6,154,000)	\$ (56,000)
Plus Additional non-taxable income from BOLI	\$ -	\$ 325,000	\$ 325,000
Net Income	\$ 21,250,000	\$ 21,431,000	\$ 181,000
Total Equity Capital	\$ 298,302,000	\$ 298,302,000	\$ -
Return on Assets (ROA)	0.90%	0.90%	0.01%
Return on Equity (ROE)	7.12%	7.18%	0.06%

Assumptions

- 28% Marginal Tax Rate (State & Federal Combined)
- 2.00% Opportunity Cost
- 3.25% Return on BOLI

