



Supplemental Financial Information

For the quarter ended October 31, 2022
(unaudited)

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Use of this Report

This financial information is supplementary to the Bank's 2022 audited Consolidated Financial Statements and Management Discussion and Analysis and should be read in conjunction with those documents.

This report is unaudited and all amounts are in thousands of Canadian dollars, unless indicated otherwise.

**VERSABANK
HIGHLIGHTS
(unaudited)
(\$CAD thousands)**

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	QUARTER								YEAR ENDED			
	2022				2021				2022	2021	2020	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1				
Results of Operations												
Interest income	\$ 42,072	\$ 34,177	\$ 25,848	\$ 24,720	\$ 23,924	\$ 22,400	\$ 21,649	\$ 21,515	\$ 126,817	\$ 89,488	\$ 86,094	
Net interest income	22,477	20,062	17,242	16,885	16,146	14,542	15,095	14,374	76,666	60,157	54,125	
Non-interest income (loss) ⁽¹⁾	1,775	1,177	1,393	1,381	2,090	1,187	875	1,048	5,726	5,200	60	
Total revenue	24,252	21,239	18,635	18,266	18,236	15,729	15,970	15,422	82,392	65,357	54,185	
Provision for (recovery of) credit losses	205	166	78	2	(279)	96	(312)	57	451	(438)	(344)	
Non-interest expenses	13,774	13,216	11,767	10,636	10,377	8,200	8,342	8,087	49,393	35,006	27,777	
Net income before income tax	10,273	7,857	6,790	7,628	8,138	7,433	7,940	7,278	32,548	30,789	26,752	
Tax provision (recovery)	3,844	2,137	1,847	2,062	2,228	1,997	2,196	1,988	9,890	8,409	7,347	
Net income	\$ 6,429	\$ 5,720	\$ 4,943	\$ 5,566	\$ 5,910	\$ 5,436	\$ 5,744	\$ 5,290	\$ 22,658	\$ 22,380	\$ 19,405	
Per Common Share (\$'s)												
Basic earnings per share	0.23	0.20	0.17	0.19	0.24	0.25	0.25	0.22	0.79	0.96	0.82	
Diluted earnings per share	0.23	0.20	0.17	0.19	0.24	0.25	0.25	0.22	0.79	0.96	0.82	
Return on average common equity	7.32%	6.57%	5.92%	6.58%	8.07%	8.72%	9.20%	8.26%	6.61%	8.45%	7.89%	
Book value/share	12.37	12.14	11.94	11.78	11.61	11.29	11.06	10.90	12.37	11.61	10.70	
Closing market price (common share)	9.29	9.42	13.02	14.74	14.78	13.30	15.03	10.99	9.29	14.78	6.59	
Weighted average number of common shares	27,379	27,441	27,441	27,441	23,621	21,124	21,124	21,124	27,425	21,753	21,124	
Number of common shares outstanding at period end	27,245	27,441	27,441	27,441	27,441	21,124	21,124	21,124	27,245	27,441	21,124	
Total market value of common shares	253,106	258,494	357,282	404,480	405,578	280,949	317,494	232,153	253,106	405,578	139,207	
Financial Ratios												
Yield	5.26%	4.70%	4.15%	4.06%	4.04%	4.02%	4.24%	4.28%	4.47%	4.11%	4.62%	
Cost of funds	2.45%	1.94%	1.38%	1.29%	1.31%	1.41%	1.28%	1.42%	1.77%	1.35%	1.71%	
Net interest income (%)	2.81%	2.76%	2.77%	2.77%	2.73%	2.61%	2.96%	2.86%	2.70%	2.76%	2.90%	
Net interest income on loans (%)	3.03%	3.07%	3.11%	3.23%	3.31%	3.23%	3.55%	3.44%	3.08%	3.35%	3.41%	
Non-interest expenses to average total assets (annualized)	1.72%	1.82%	1.89%	1.75%	1.75%	1.47%	1.64%	1.61%	1.74%	1.61%	1.49%	
Efficiency ratio	56.80%	62.23%	63.14%	58.23%	56.90%	52.13%	52.24%	52.44%	59.95%	53.56%	51.26%	
Efficiency ratio - Digital Banking	50.97%	57.05%	58.17%	57.80%	56.34%	50.40%	48.77%	51.20%	55.38%	51.69%	49.44%	
Number of full time equivalent staff at period end	160	154	152	145	145	145	140	142	160	145	98	
Assets to full time employee	\$ 20,400	\$ 19,996	\$ 17,758	\$ 16,704	\$ 16,656	\$ 15,764	\$ 15,284	\$ 14,401	\$ 20,400	\$ 16,656	\$ 19,836	
Credit Quality												
Gross impaired loans	\$ 279	\$ 1,392	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 279	\$ -	\$ -	
Gross impaired loans as a % of total loans	0.01%	0.05%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.00%	0.00%	
Net impaired loans	\$ (1,625)	\$ (307)	\$ (1,533)	\$ (1,455)	\$ (1,453)	\$ (1,732)	\$ (1,636)	\$ (1,832)	\$ (1,871)	\$ (1,453)	\$ (1,775)	
Provision (recovery) for credit losses as a % of average loans	0.03%	0.03%	0.01%	0.00%	(0.05)%	0.02%	(0.07)%	0.01%	0.02%	(0.02)%	(0.02)%	
Financial Position												
Cash and securities	\$ 230,145	\$ 217,896	\$ 198,157	\$ 155,239	\$ 271,523	\$ 297,005	\$ 272,428	\$ 212,016	\$ 230,145	\$ 271,523	\$ 257,644	
Cash and securities to total assets (%)	7.05%	7.09%	7.36%	6.43%	11.24%	12.99%	12.73%	10.37%	7.05%	11.24%	13.25%	
Total loans	2,992,678	2,814,121	2,450,276	2,215,638	2,103,050	1,952,154	1,829,776	1,793,724	2,992,678	2,103,050	1,654,910	
Mortgages and loans to total assets (%)	91.63%	91.51%	91.02%	91.73%	87.08%	85.40%	85.51%	87.71%	91.63%	87.08%	85.13%	
Total assets	3,265,998	3,075,343	2,692,146	2,415,346	2,415,086	2,285,771	2,139,757	2,044,976	3,265,998	2,415,086	1,943,885	
Average assets	3,170,671	2,883,745	2,553,746	2,415,216	2,350,429	2,212,764	2,092,367	1,994,431	2,840,542	2,179,486	1,864,633	
Deposits	2,657,540	2,475,063	2,124,916	1,847,003	1,853,204	1,817,746	1,679,273	1,664,694	2,657,540	1,853,204	1,567,570	
Subordinated notes payable	104,951	98,706	98,410	97,726	95,272	95,683	94,392	4,891	104,951	95,272	4,889	
Shareholders' equity	350,675	346,648	341,414	336,951	332,106	252,032	247,366	259,508	350,675	332,106	255,288	

(1) Beginning Q1/21, non-interest income captures contribution from Digital Boundary Group acquired on November 30, 2020.

VERSABANK
NET INCOME
(unaudited)
(\$CAD thousands except per share amounts)

	QUARTER								YEAR ENDED			
	2022				2021				2022	2021	2020	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1				
Interest Income												
Loans	\$ 40,039	\$ 33,165	\$ 25,472	\$ 24,514	\$ 23,590	\$ 22,078	\$ 21,301	\$ 21,086	\$ 123,190	\$ 88,055	\$ 83,232	
Cash and Securities	2,033	1,012	376	206	334	322	348	429	3,627	1,433	2,862	
Total interest income	42,072	34,177	25,848	24,720	23,924	22,400	21,649	21,515	126,817	89,488	86,094	
Yield %	5.26%	4.70%	4.15%	4.06%	4.04%	4.02%	4.24%	4.28%	4.47%	4.11%	4.62%	
Interest Expense												
Deposits and other	18,165	12,727	7,239	6,469	6,479	6,539	6,414	7,014	44,600	26,446	31,461	
Notes	1,430	1,388	1,367	1,366	1,299	1,319	140	127	5,551	2,885	508	
Total interest expense	19,595	14,115	8,606	7,835	7,778	7,858	6,554	7,141	50,151	29,331	31,969	
Cost of funds %	2.45%	1.94%	1.38%	1.29%	1.31%	1.41%	1.28%	1.42%	1.77%	1.35%	1.71%	
Net interest income	22,477	20,062	17,242	16,885	16,146	14,542	15,095	14,374	76,666	60,157	54,125	
Spread %	2.81%	2.76%	2.77%	2.77%	2.73%	2.61%	2.96%	2.86%	2.70%	2.76%	2.90%	
Non-interest income (loss)												
IT security services ⁽¹⁾	1,774	1,176	1,392	1,380	2,090	1,185	874	1,065	5,722	5,214	-	
Other	1	1	1	1	0	2	1	(17)	4	(14)	60	
Total non-interest income (loss)	1,775	1,177	1,393	1,381	2,090	1,187	875	1,048	5,726	5,200	60	
Total revenue	24,252	21,239	18,635	18,266	18,236	15,729	15,970	15,422	82,392	65,357	54,185	
Provision for credit losses (recovery)	205	166	78	2	(279)	96	(312)	57	451	(438)	(344)	
	24,047	21,073	18,557	18,264	18,515	15,633	16,282	15,365	81,941	65,795	54,529	
Non-interest expenses	13,774	13,216	11,767	10,636	10,377	8,200	8,342	8,087	49,393	35,006	27,777	
Net income before taxes	10,273	7,857	6,790	7,628	8,138	7,433	7,940	7,278	32,548	30,789	26,752	
Tax provision (recovery)	3,844	2,137	1,847	2,062	2,228	1,997	2,196	1,988	9,890	8,409	7,347	
Net income	\$ 6,429	\$ 5,720	\$ 4,943	\$ 5,566	\$ 5,910	\$ 5,436	\$ 5,744	\$ 5,290	\$ 22,658	\$ 22,380	\$ 19,405	
Earnings per common share:												
Basic	\$ 0.23	\$ 0.20	\$ 0.17	\$ 0.19	\$ 0.24	\$ 0.25	\$ 0.25	\$ 0.22	\$ 0.79	\$ 0.96	\$ 0.82	
Diluted	\$ 0.23	\$ 0.20	\$ 0.17	\$ 0.19	\$ 0.24	\$ 0.25	\$ 0.25	\$ 0.22	\$ 0.79	\$ 0.96	\$ 0.82	
Comprehensive Income												
Net income	\$ 6,429	\$ 5,720	\$ 4,943	\$ 5,566	\$ 5,910	\$ 5,436	\$ 5,744	\$ 5,290	\$ 22,658	\$ 22,380	\$ 19,405	
Other comprehensive income (loss), net of tax												
Net unrealized gains (losses) on fair value through OCI assets	36	24	26	17	(6)	5	(3)	-	103	(4)	-	
	36	24	26	17	(6)	5	(3)	-	103	(4)	-	
Total comprehensive income	\$ 6,465	\$ 5,744	\$ 4,969	\$ 5,583	\$ 5,904	\$ 5,441	\$ 5,741	\$ 5,290	\$ 22,761	\$ 22,376	\$ 19,405	

(1) Beginning Q1/21, non-interest income captures contribution from Digital Boundary Group acquired on November 30, 2020.

VERSABANK
NET INTEREST INCOME, NON-INTEREST INCOME AND TOTAL REVENUES
(unaudited)
(\$CAD thousands)

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	QUARTER								YEAR ENDED		
	2022				2021				2022	2021	2020
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
Net Interest Income	\$ 22,477	\$ 20,062	\$ 17,242	\$ 16,885	\$ 16,146	\$ 14,542	\$ 15,095	\$ 14,374	\$ 76,666	\$ 60,157	\$ 54,125
Net Interest Income (NII)	22,477	20,062	17,242	16,885	16,146	14,542	15,095	14,374	76,666	60,157	54,125
Other income	1,775	1,177	1,393	1,381	2,090	1,187	875	1,048	5,726	5,200	60
Total non-interest income	1,775	1,177	1,393	1,381	2,090	1,187	875	1,048	5,726	5,200	60
Total revenue	\$ 24,252	\$ 21,239	\$ 18,635	\$ 18,266	\$ 18,236	\$ 15,729	\$ 15,970	\$ 15,422	\$ 82,392	\$ 65,357	\$ 54,185
Non-interest income as a % of total revenue	7.32%	5.54%	7.48%	7.56%	11.46%	7.55%	5.48%	6.80%	6.95%	7.96%	0.11%
Net interest income per average assets	2.81%	2.76%	2.77%	2.77%	2.73%	2.61%	2.96%	2.86%	2.70%	2.76%	2.90%

(unaudited)
(\$CAD thousands)

	QUARTER								YEAR ENDED		
	2022				2021				2022	2021	2020
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
Average loans	\$ 2,903,400	\$ 2,632,199	\$ 2,332,957	\$ 2,159,344	\$ 2,027,602	\$ 1,890,965	\$ 1,811,750	\$ 1,724,317	\$ 2,547,864	\$ 1,878,980	\$ 1,624,599
Average total assets	\$ 3,170,671	\$ 2,883,745	\$ 2,553,746	\$ 2,415,216	\$ 2,350,429	\$ 2,212,764	\$ 2,092,367	\$ 1,994,431	\$ 2,840,542	\$ 2,179,486	\$ 1,864,633

VERSABANK
NON-INTEREST EXPENSES
(unaudited)
(\$CAD thousands)

	QUARTER								YEAR ENDED			
	2022				2021				2022	2021	2020	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1				
Salaries and Employee Benefits												
Salaries	\$ 6,400	\$ 4,397	\$ 5,571	\$ 4,757	\$ 4,081	\$ 3,861	\$ 3,986	\$ 4,182	\$ 21,125	\$ 16,110	\$ 13,073	
Employee benefits	819	2,371	1,155	1,326	1,326	992	967	848	5,671	4,133	3,891	
Total	7,219	6,768	6,726	6,083	5,407	4,853	4,953	5,030	26,796	20,243	16,964	
General and administrative												
Capital taxes and other assessments	1,003	667	640	640	630	832	602	491	2,950	2,555	1,645	
Insurance	556	1,067	1,075	1,061	566	168	175	141	3,759	1,050	526	
Listing, sustaining and annual meeting fees	87	102	67	111	43	154	112	72	367	381	281	
Marketing and business development	176	224	242	138	133	164	152	121	780	570	291	
Professional fees and consulting services	2,202	2,239	868	494	844	476	497	514	5,803	2,331	2,426	
Other	1,546	1,220	1,127	1,180	1,758	620	845	1,000	5,073	4,222	3,188	
Total	5,570	5,519	4,019	3,624	3,974	2,414	2,383	2,339	18,732	11,110	8,357	
Premises												
Rent	164	176	177	178	169	185	222	189	695	765	538	
Depreciation	416	368	393	400	456	452	494	327	1,577	1,729	769	
Other	405	385	452	351	371	296	290	202	1,593	1,159	1,149	
Total	985	929	1,022	929	996	933	1,006	718	3,865	3,653	2,456	
Total non-interest expenses	\$ 13,774	\$ 13,216	\$ 11,767	\$ 10,636	\$ 10,377	\$ 8,200	\$ 8,342	\$ 8,087	\$ 49,393	\$ 35,006	\$ 27,777	

VERSABANK
OPERATING SEGMENTS
Quarter ended October 31, 2022
(unaudited)
(\$CAD thousands)

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	October 31, 2022				October 31, 2021			
	Digital Banking	DRTC	Eliminations/ Adjustments	Consolidated	Digital Banking	DRTC	Eliminations/ Adjustments	Consolidated
Net interest income	\$ 22,477	\$ -	\$ -	\$ 22,477	\$ 16,146	\$ -	\$ -	\$ 16,146
Non-interest income	38	1,778	(41)	1,775	(46)	2,177	(41)	2,090
Total revenue	22,515	1,778	(41)	24,252	16,100	2,177	(41)	18,236
Provision for (recovery of) credit losses	205	-	-	205	(279)	-	-	(279)
	22,310	1,778	(41)	24,047	16,379	2,177	(41)	18,515
Non-interest expenses								
Salaries and benefits	5,678	1,541	-	7,219	4,720	687	-	5,407
General and administrative	5,113	457	-	5,570	3,704	311	(41)	3,974
Premises and equipment	624	361	-	985	628	368	-	996
	11,415	2,359	-	13,774	9,052	1,366	(41)	10,377
Income before income taxes	10,895	(581)	(41)	10,273	7,327	811	-	8,138
Income tax provision	3,939	(95)	-	3,844	1,907	321	-	2,228
Net income	\$ 6,956	\$ (486)	\$ (41)	\$ 6,429	\$ 5,420	\$ 490	\$ -	\$ 5,910
Total assets	\$ 3,267,479	\$ 22,345	\$ (23,826)	\$ 3,265,998	\$ 2,411,790	\$ 22,309	\$ (19,013)	\$ 2,415,086
Total liabilities	\$ 2,912,249	\$ 25,755	\$ (22,681)	\$ 2,915,323	\$ 2,077,643	\$ 23,205	\$ (17,868)	\$ 2,082,980

VERSABANK
OPERATING SEGMENTS
Year to Date ended October 31, 2022
(unaudited)
(\$CAD thousands)

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	October 31, 2022				October 31, 2021			
	Digital Banking	DRTC	Eliminations/ Adjustments	Consolidated	Digital Banking	DRTC	Eliminations/ Adjustments	Consolidated
Net interest income	\$ 76,666	\$ -	\$ -	\$ 76,666	\$ 60,157	\$ -	\$ -	\$ 60,157
Non-interest income	52	5,839	(165)	5,726	(60)	5,411	(151)	5,200
Total revenue	76,718	5,839	(165)	82,392	60,097	5,411	(151)	65,357
Provision for (recovery of) credit losses	451	-	-	451	(438)	-	-	(438)
	76,267	5,839	(165)	81,941	60,535	5,411	(151)	65,795
Non-interest expenses								
Salaries and benefits	22,303	4,493	-	26,796	18,354	1,889	-	20,243
General and administrative	17,614	1,283	(165)	18,732	10,289	972	(151)	11,110
Premises and equipment	2,475	1,390	-	3,865	2,403	1,250	-	3,653
	42,392	7,166	(165)	49,393	31,046	4,111	(151)	35,006
Income before income taxes	33,875	(1,327)	-	32,548	29,489	1,300	-	30,789
Income tax provision	9,744	146	-	9,890	7,817	592	-	8,409
Net income	\$ 24,131	\$ (1,473)	\$ -	\$ 22,658	\$ 21,672	\$ 708	\$ -	\$ 22,380
Total assets	\$ 3,267,479	\$ 22,345	\$ (23,826)	\$ 3,265,998	\$ 2,411,790	\$ 22,309	\$ (19,013)	\$ 2,415,086
Total liabilities	\$ 2,912,249	\$ 25,755	\$ (22,681)	\$ 2,915,323	\$ 2,077,643	\$ 23,205	\$ (17,868)	\$ 2,082,980

**VERSABANK
BALANCE SHEET
(unaudited)
(\$CAD thousands)**

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	QUARTER								YEAR ENDED		
	2022				2021				2022	2021	2020
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
Cash and cash equivalents	\$ 88,581	\$ 84,214	\$ 198,157	\$ 155,239	\$ 271,523	\$ 297,005	\$ 272,428	\$ 212,016	\$ 88,581	\$ 271,523	\$ 257,644
Securities	141,564	133,682	-	-	-	-	-	-	141,564	-	-
Total	230,145	217,896	198,157	155,239	271,523	297,005	272,428	212,016	230,145	271,523	257,644
Loans											
Point-of-sale loans and leases	2,220,894	1,998,993	1,610,336	1,439,781	1,279,576	1,144,902	1,067,135	1,008,029	2,220,894	1,279,576	980,677
Commerical real estate mortgages	710,369	755,042	782,274	722,829	757,576	738,063	686,909	712,256	710,369	757,576	606,299
Commerical real estate loans	13,165	13,510	14,065	14,600	26,569	30,044	34,897	31,663	13,165	26,569	25,574
Public sector and other financing	35,452	35,605	35,529	31,247	32,587	33,201	35,362	36,612	35,452	32,587	37,596
Allowance for credit losses	(1,904)	(1,699)	(1,533)	(1,455)	(1,453)	(1,732)	(1,636)	(1,832)	(1,904)	(1,453)	(1,775)
Accrued interest	14,702	12,670	9,605	8,636	8,195	7,676	7,109	6,996	14,702	8,195	6,539
Total	2,992,678	2,814,121	2,450,276	2,215,638	2,103,050	1,952,154	1,829,776	1,793,724	2,992,678	2,103,050	1,654,910
Other assets											
Capital assets	6,868	6,965	6,872	6,905	7,075	7,272	7,462	7,643	6,868	7,075	7,431
Goodwill ⁽¹⁾	5,754	5,754	5,754	5,754	5,754	5,754	5,754	5,754	5,754	5,754	-
Intangible assets ⁽¹⁾	3,185	3,299	3,413	3,527	3,641	3,722	3,804	3,886	3,185	3,641	-
Other assets	27,368	27,308	27,674	28,283	24,043	19,864	20,533	21,953	27,368	24,043	23,900
Total	43,175	43,326	43,713	44,469	40,513	36,612	37,553	39,236	43,175	40,513	31,331
Total assets	\$ 3,265,998	\$ 3,075,343	\$ 2,692,146	\$ 2,415,346	\$ 2,415,086	\$ 2,285,771	\$ 2,139,757	\$ 2,044,976	\$ 3,265,998	\$ 2,415,086	\$ 1,943,885
Deposits											
Demand	\$ 9,829	\$ 10,732	\$ 12,380	\$ 13,643	\$ 14,989	\$ 15,661	\$ 14,908	\$ 14,813	\$ 9,829	\$ 14,989	\$ 13,796
Trustee chequing accounts	498,049	499,124	484,261	473,369	480,562	497,621	461,108	449,475	498,049	480,562	440,219
Term (including accrued interest)	2,149,662	1,965,207	1,628,275	1,359,991	1,357,653	1,304,464	1,203,257	1,200,406	2,149,662	1,357,653	1,113,555
Total	2,657,540	2,475,063	2,124,916	1,847,003	1,853,204	1,817,746	1,679,273	1,664,694	2,657,540	1,853,204	1,567,570
Securitization liabilities	-	-	-	-	-	-	-	-	-	-	8,745
Other liabilities	152,832	154,926	127,406	133,666	134,504	120,310	118,726	115,883	133,666	134,504	107,393
Subordinated notes payable	104,951	98,706	98,410	97,726	95,272	95,683	94,392	4,891	104,951	95,272	4,889
Shareholders' equity											
Share capital	239,629	241,321	241,321	241,321	241,321	166,259	166,259	181,949	239,629	241,321	181,949
Contributed surplus	1,612	1,189	765	341	145	145	145	145	1,612	145	145
Retained earnings	109,335	104,071	99,285	95,276	90,644	85,626	80,965	77,414	109,335	90,644	73,194
Accumulated other comprehensive income	99	67	43	13	(4)	2	(3)	-	99	(4)	-
Total	350,675	346,648	341,414	336,951	332,106	252,032	247,366	259,508	350,675	332,106	255,288
Total liabilities and shareholders' equity	\$ 3,265,998	\$ 3,075,343	\$ 2,692,146	\$ 2,415,346	\$ 2,415,086	\$ 2,285,771	\$ 2,139,757	\$ 2,044,976	\$ 3,246,832	\$ 2,415,086	\$ 1,943,885

(1) Goodwill and intangible assets relate to the acquisition of Digital Boundary Group on November 30, 2020. See the Bank's annual 2021 audited Financial Statements and Management Discussion & Analysis for additional detail.

VERSABANK
IMPAIRED LOANS AND ALLOWANCE FOR CREDIT LOSSES
(unaudited)
(\$CAD thousands)

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	QUARTER								YEAR ENDED			
	2022				2021				2022	2021	2020	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1				
Gross impaired loans												
Point-of-sale loans and leases	\$ 279	\$ 1,392	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 279	\$ -	\$ -
Commercial real estate mortgages	-	-	-	-	-	-	-	-	-	-	-	-
Commercial real estate loans	-	-	-	-	-	-	-	-	-	-	-	-
Public sector and other financing	-	-	-	-	-	-	-	-	-	-	-	-
Total gross impaired loans	\$ 279	\$ 1,392	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 279	\$ -	\$ -
Allowance for credit losses												
Allowance for credit losses under IFRS 9	\$ 1,904	\$ 1,699	\$ 1,533	\$ 1,455	\$ 1,453	\$ 1,732	\$ 1,636	\$ 1,832	\$ 1,904	\$ 1,453	\$ 1,775	
Total allowance for credit losses	\$ 1,904	\$ 1,699	\$ 1,533	\$ 1,455	\$ 1,453	\$ 1,732	\$ 1,636	\$ 1,832	\$ 1,904	\$ 1,453	\$ 1,775	
Reconciliation of allowance for credit losses												
Balance, beginning of period	\$ 1,699	\$ 1,533	\$ 1,455	\$ 1,453	\$ 1,732	\$ 1,636	\$ 1,832	\$ 1,775	\$ 1,699	\$ 1,775	\$ 2,119	
IFRS 9 transition	-	-	-	-	-	-	-	-	-	-	-	
Provision (recoveries) for credit losses	205	166	78	2	(279)	96	(312)	57	451	(438)	(344)	
Recoveries (write-offs)	-	-	-	-	-	-	116	-	-	116	-	
Balance, end of period	\$ 1,904	\$ 1,699	\$ 1,533	\$ 1,455	\$ 1,453	\$ 1,732	\$ 1,636	\$ 1,832	\$ 2,150	\$ 1,453	\$ 1,775	
Total net impaired loans	\$ (1,625)	\$ (307)	\$ (1,533)	\$ (1,455)	\$ (1,453)	\$ (1,732)	\$ (1,636)	\$ (1,832)	\$ (1,871)	\$ (1,453)	\$ (1,775)	
Total loans	\$ 2,992,678	\$ 2,814,121	\$ 2,450,276	\$ 2,215,638	\$ 2,103,050	\$ 1,952,154	\$ 1,829,776	\$ 1,793,724	\$ 2,992,678	\$ 2,103,050	\$ 1,654,910	
Gross impaired loans as a % of total loans	0.01%	0.05%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.00%	0.00%	
Provision (recovery) for credit losses as a % of average loans	0.03%	0.03%	0.01%	0.00%	(0.05%)	0.02%	(0.07%)	0.01%	0.02%	(0.02%)	(0.02%)	

VERSABANK
ALLOWANCE FOR CREDIT LOSSES BY LENDING ASSET
Quarter ended October 31, 2022
(unaudited)
(\$CAD thousands)

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	As at October 31, 2022				As at October 31, 2021			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Point-of-sale loans and leases								
Balance at beginning of period	\$ 529	\$ -	\$ -	\$ 529	\$ 259	\$ -	\$ -	\$ 259
Transfer in (out) to Stage 1	23	(23)	-	-	14	(14)	-	-
Transfer in (out) to Stage 2	(56)	56	-	-	(59)	59	-	-
Transfer in (out) to Stage 3	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	49	(33)	-	16	61	(45)	-	16
Loan originations	-	-	-	-	-	-	-	-
Derecognitions and maturities	-	-	-	-	-	-	-	-
Provision for (recovery of) credit losses	16	-	-	16	16	-	-	16
Write-offs	-	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	-	-
Balance at end of period	\$ 545	\$ -	\$ -	\$ 545	\$ 275	\$ -	\$ -	\$ 275
Commercial real estate mortgages								
Balance at beginning of period	\$ 980	\$ 116	\$ -	\$ 1,096	\$ 1,213	\$ 188	\$ -	\$ 1,401
Transfer in (out) to Stage 1	37	(37)	-	-	46	(46)	-	-
Transfer in (out) to Stage 2	(37)	37	-	-	(43)	43	-	-
Transfer in (out) to Stage 3	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	121	21	-	142	(256)	(51)	-	(307)
Loan originations	62	-	-	62	77	-	-	77
Derecognitions and maturities	(13)	-	-	(13)	(57)	-	-	(57)
Provision for (recovery of) credit losses	170	21	-	191	(233)	(54)	-	(287)
Write-offs	-	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	-	-
Balance at end of period	\$ 1,150	\$ 137	\$ -	\$ 1,287	\$ 980	\$ 134	\$ -	\$ 1,114
Commercial real estate loans								
Balance at beginning of period	\$ 49	\$ -	\$ -	\$ 49	\$ 52	\$ -	\$ -	\$ 52
Transfer in (out) to Stage 1	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 2	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 3	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	5	-	-	5	(7)	-	-	(7)
Loan originations	-	-	-	-	-	-	-	-
Derecognitions and maturities	-	-	-	-	-	-	-	-
Provision for (recovery of) credit losses	5	-	-	5	(7)	-	-	(7)
Write-offs	-	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	-	-
Balance at end of period	\$ 54	\$ -	\$ -	\$ 54	\$ 45	\$ -	\$ -	\$ 45
Public sector and other financing								
Balance at beginning of period	\$ 25	\$ 1	\$ -	\$ 26	\$ 20	\$ -	\$ -	\$ 20
Transfer in (out) to Stage 1	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 2	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 3	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	(8)	-	-	(8)	(4)	-	-	(4)
Loan originations	-	-	-	-	-	3	-	3
Derecognitions and maturities	-	-	-	-	-	-	-	-
Provision for (recovery of) credit losses	(8)	-	-	(8)	(4)	3	-	(1)
Write-offs	-	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	-	-
Balance at end of period	\$ 17	\$ 1	\$ -	\$ 18	\$ 16	\$ 3	\$ -	\$ 19
Total balance at end of period	\$ 1,766	\$ 138	\$ -	\$ 1,904	\$ 1,316	\$ 137	\$ -	\$ 1,453

VERSABANK
ALLOWANCE FOR CREDIT LOSSES BY LENDING ASSET
Year to Date ended October 31, 2022
(unaudited)
(\$CAD thousands)

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	As at October 31, 2022				As at October 31, 2021			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Point-of-sale loans and leases								
Balance at beginning of period	\$ 275	\$ -	\$ -	\$ 275	\$ 215	\$ -	\$ -	\$ 215
Transfer in (out) to Stage 1	91	(91)	-	-	89	(89)	-	-
Transfer in (out) to Stage 2	(186)	186	-	-	(178)	178	-	-
Transfer in (out) to Stage 3	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	365	(95)	-	270	149	(89)	-	60
Loan originations	-	-	-	-	-	-	-	-
Derecognitions and maturities	-	-	-	-	-	-	-	-
Provision for (recovery of) credit losses	270	-	-	270	60	-	-	60
Write-offs	-	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	-	-
Balance at end of period	\$ 545	\$ -	\$ -	\$ 545	\$ 275	\$ -	\$ -	\$ 275
Commercial real estate mortgages								
Balance at beginning of period	\$ 980	\$ 134	\$ -	\$ 1,114	\$ 1,174	\$ 192	\$ -	\$ 1,366
Transfer in (out) to Stage 1	75	(75)	-	-	93	(93)	-	-
Transfer in (out) to Stage 2	(129)	129	-	-	(124)	124	-	-
Transfer in (out) to Stage 3	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	74	(29)	-	45	(425)	(22)	-	(447)
Loan originations	286	-	-	286	421	-	-	421
Derecognitions and maturities	(136)	(22)	-	(158)	(159)	(67)	-	(226)
Provision for (recovery of) credit losses	170	3	-	173	(194)	(58)	-	(252)
Write-offs	-	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	-	-
Balance at end of period	\$ 1,150	\$ 137	\$ -	\$ 1,287	\$ 980	\$ 134	\$ -	\$ 1,114
Commercial real estate loans								
Balance at beginning of period	\$ 45	\$ -	\$ -	\$ 45	\$ 137	\$ -	\$ -	\$ 137
Transfer in (out) to Stage 1	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 2	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 3	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	9	-	-	9	(92)	-	-	(92)
Loan originations	-	-	-	-	-	-	-	-
Derecognitions and maturities	-	-	-	-	-	-	-	-
Provision for (recovery of) credit losses	9	-	-	9	(92)	-	-	(92)
Write-offs	-	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	-	-
Balance at end of period	\$ 54	\$ -	\$ -	\$ 54	\$ 45	\$ -	\$ -	\$ 45
Public sector and other financing								
Balance at beginning of period	\$ 16	\$ 3	\$ -	\$ 19	\$ 57	\$ -	\$ -	\$ 57
Transfer in (out) to Stage 1	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 2	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 3	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	2	(2)	-	-	(35)	-	-	(35)
Loan originations	-	-	-	-	-	3	-	3
Derecognitions and maturities	(1)	-	-	(1)	(6)	-	(116)	(122)
Provision for (recovery of) credit losses	1	(2)	-	(1)	(41)	3	(116)	(154)
Write-offs	-	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	116	116
Balance at end of period	\$ 17	\$ 1	\$ -	\$ 18	\$ 16	\$ 3	\$ -	\$ 19
Total balance at end of period	\$ 1,766	\$ 138	\$ -	\$ 1,904	\$ 1,316	\$ 137	\$ -	\$ 1,453

VERSABANK
LEVERAGE RATIO DISCLOSURE
(unaudited)
(\$CAD thousands)

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	2022				2021			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
On-Balance Sheet Exposures								
On-balance sheet assets	\$ 3,265,998	\$ 3,075,343	\$ 2,692,146	\$ 2,415,346	\$ 2,415,086	\$ 2,285,771	\$ 2,139,757	\$ 2,044,976
Asset amounts adjusted in determining Basel III Tier 1 Capital	(11,371)	(11,615)	(11,804)	(12,479)	(12,751)	(11,869)	(12,979)	(15,320)
Adjustment under transitional basis	-	-	-	-	-	-	-	-
Total on-balance sheet exposures	3,254,627	3,063,728	2,680,342	2,402,867	2,402,335	2,273,902	2,126,778	2,029,656
Other Off-Balance Sheet Exposures								
Off-balance sheet exposure at gross notional amount	\$ 443,124	\$ 374,489	\$ 366,780	\$ 366,895	\$ 342,710	\$ 331,504	\$ 309,763	\$ 318,977
Adjustments for conversion to credit equivalent amounts	(251,101)	(210,567)	(212,907)	(212,919)	(210,065)	(200,446)	(196,623)	(207,253)
Off-balance sheet items	192,023	163,922	153,873	153,976	132,645	131,058	113,140	111,724
Capital and Total Exposures								
Tier 1 capital	339,304	335,033	329,610	324,472	319,355	240,163	234,388	244,188
Total exposures	3,446,650	3,227,650	2,834,215	2,556,843	2,534,980	2,404,960	2,239,918	2,141,380
Leverage Ratios								
Basel III leverage ratio	9.84%	10.38%	11.63%	12.69%	12.60%	9.99%	10.46%	11.40%