



Supplemental Financial Information

For the quarter ended October 31, 2023
(unaudited)

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Use of this Report

This financial information is supplementary to the Bank's 2023 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			
	2023				2022				2023	2022	2021	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1				
Results of Operations												
Interest income	\$ 66,089	\$ 60,089	\$ 53,595	\$ 49,561	\$ 42,072	\$ 34,177	\$ 25,848	\$ 24,720	\$ 229,334	\$ 126,817	\$ 89,488	
Net interest income	26,239	24,929	24,609	24,274	22,477	20,062	17,242	16,885	100,051	76,666	60,157	
Non-interest income ⁽¹⁾	2,934	1,930	2,076	1,644	1,775	1,177	1,393	1,381	8,584	5,726	5,200	
Total revenue	29,173	26,859	26,685	25,918	24,252	21,239	18,635	18,266	108,635	82,392	65,357	
Provision for (recovery of) credit losses	(184)	171	237	385	205	166	78	2	609	451	(438)	
Non-interest expenses	12,441	12,879	12,726	12,335	13,774	13,216	11,767	10,636	50,381	49,393	35,006	
Net income before income tax	16,916	13,809	13,722	13,198	10,273	7,857	6,790	7,628	57,645	32,548	30,789	
Tax provision	4,437	3,806	3,459	3,781	3,844	2,137	1,847	2,062	15,483	9,890	8,409	
Net income	\$ 12,479	\$ 10,003	\$ 10,263	\$ 9,417	\$ 6,429	\$ 5,720	\$ 4,943	\$ 5,566	\$ 42,162	\$ 22,658	\$ 22,380	
Per Common Share (\$'s)												
Basic earnings per share	0.47	0.38	0.38	0.34	0.23	0.20	0.17	0.19	1.57	0.79	0.96	
Diluted earnings per share	0.47	0.38	0.38	0.34	0.23	0.20	0.17	0.19	1.57	0.79	0.96	
Return on average common equity	13.58%	11.15%	12.07%	10.79%	7.32%	6.57%	5.92%	6.58%	11.75%	6.61%	8.45%	
Book value/share	14.00	13.55	13.19	12.77	12.37	12.14	11.94	11.78	14.00	12.37	11.61	
Closing market price (common share)	10.36	11.56	9.92	10.44	9.29	9.42	13.02	14.74	10.36	9.29	14.78	
Weighted average number of common shares	25,938	25,958	26,171	27,025	27,379	27,441	27,441	27,441	26,274	27,425	21,753	
Number of common shares outstanding at period end	25,964	25,924	26,004	26,423	27,245	27,441	27,441	27,441	25,964	27,245	27,441	
Total market value of common shares	268,987	299,681	257,960	275,856	253,106	258,494	357,282	404,480	268,987	253,106	405,578	
Financial Ratios												
Yield	6.40%	6.19%	6.05%	5.78%	5.26%	4.70%	4.15%	4.06%	6.14%	4.47%	4.11%	
Cost of funds	3.86%	3.62%	3.27%	2.95%	2.45%	1.94%	1.38%	1.29%	3.46%	1.77%	1.35%	
Net interest income (%)	2.54%	2.57%	2.78%	2.83%	2.81%	2.76%	2.77%	2.77%	2.68%	2.70%	2.76%	
Net interest income on loans (%)	2.69%	2.69%	2.99%	3.03%	3.03%	3.07%	3.11%	3.23%	2.85%	3.08%	3.35%	
Non-interest expenses to average total assets (annualized)	1.21%	1.33%	1.44%	1.44%	1.72%	1.82%	1.89%	1.75%	1.35%	1.74%	1.61%	
Efficiency ratio	42.65%	47.95%	47.69%	47.59%	56.80%	62.23%	63.14%	58.23%	46.38%	59.95%	53.56%	
Efficiency ratio - Digital Banking	44.70%	43.31%	43.49%	42.22%	50.99%	57.05%	58.17%	56.28%	43.45%	55.38%	51.69%	
Number of full time equivalent staff at period end	179	174	173	168	160	154	152	145	179	160	145	
Assets to full time employee	\$ 23,440	\$ 22,852	\$ 21,595	\$ 21,060	\$ 20,400	\$ 19,996	\$ 17,758	\$ 16,704	\$ 23,440	\$ 20,400	\$ 16,656	
Credit Quality												
Provision for (recovery of) credit losses as a % of average loans	(0.02%)	0.02%	0.03%	0.05%	0.03%	0.03%	0.01%	0.00%	0.02%	0.02%	(0.02%)	
Financial Position												
Cash and securities	\$ 300,182	\$ 270,670	\$ 263,313	\$ 251,219	\$ 230,145	\$ 217,896	\$ 198,157	\$ 155,239	\$ 300,182	\$ 230,145	\$ 271,523	
Cash and securities to total assets (%)	7.14%	6.80%	7.06%	7.11%	7.05%	7.09%	7.36%	6.43%	7.14%	7.05%	11.24%	
Total loans	3,850,404	3,661,672	3,419,455	3,235,083	2,992,678	2,814,121	2,450,276	2,215,638	3,850,404	2,992,678	2,103,050	
Mortgages and loans to total assets (%)	91.64%	91.98%	91.69%	91.60%	91.63%	91.51%	91.02%	91.73%	91.64%	91.63%	87.08%	
Total assets	4,201,610	3,980,845	3,729,393	3,531,690	3,265,998	3,075,343	2,692,146	2,415,346	4,201,610	3,265,998	2,415,086	
Average assets	4,091,228	3,855,119	3,630,542	3,398,844	3,170,671	2,883,745	2,553,746	2,415,216	3,733,804	2,840,542	2,179,486	
Deposits	3,533,366	3,328,017	3,108,218	2,925,452	2,657,540	2,475,063	2,124,916	1,847,003	3,533,366	2,657,540	1,853,204	
Subordinated notes payable	106,850	101,585	104,532	102,765	104,951	98,706	98,410	97,726	106,850	104,951	95,272	
Shareholders' equity	377,158	365,043	356,519	351,177	350,675	346,648	341,414	336,951	377,158	350,675	332,106	

(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			
	2023				2022				2023	2022	2021	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1				
Interest Income												
Loans	\$ 61,921	\$ 56,206	\$ 50,704	\$ 46,855	\$ 40,039	\$ 33,165	\$ 25,472	\$ 24,514	\$ 215,686	\$ 123,190	\$ 88,055	
Cash and Securities	4,168	3,883	2,891	2,706	2,033	1,012	376	206	13,648	3,627	1,433	
Total interest income	66,089	60,089	53,595	49,561	42,072	34,177	25,848	24,720	229,334	126,817	89,488	
Yield %	6.40%	6.19%	6.05%	5.78%	5.26%	4.70%	4.15%	4.06%	6.14%	4.47%	4.11%	
Interest Expense												
Deposits and other	38,391	33,725	27,534	23,841	18,165	12,727	7,239	6,469	123,491	44,600	26,446	
Notes	1,459	1,435	1,452	1,446	1,430	1,388	1,367	1,366	5,792	5,551	2,885	
Total interest expense	39,850	35,160	28,986	25,287	19,595	14,115	8,606	7,835	129,283	50,151	29,331	
Cost of funds %	3.86%	3.62%	3.27%	2.95%	2.45%	1.94%	1.38%	1.29%	3.46%	1.77%	1.35%	
Net interest income	26,239	24,929	24,609	24,274	22,477	20,062	17,242	16,885	100,051	76,666	60,157	
Spread %	2.54%	2.57%	2.78%	2.83%	2.81%	2.76%	2.77%	2.77%	2.68%	2.70%	2.76%	
Non-interest income (loss)												
IT security services ⁽¹⁾	2,619	1,829	1,954	1,642	1,737	1,165	1,391	1,381	8,044	5,674	5,260	
Other	315	101	122	2	38	12	2	-	540	52	(60)	
Total non-interest income (loss)	2,934	1,930	2,076	1,644	1,775	1,177	1,393	1,381	8,584	5,726	5,200	
Total revenue	29,173	26,859	26,685	25,918	24,252	21,239	18,635	18,266	108,635	82,392	65,357	
Provision for (recovery of) credit losses	(184)	171	237	385	205	166	78	2	609	451	(438)	
	29,357	26,688	26,448	25,533	24,047	21,073	18,557	18,264	108,026	81,941	65,795	
Non-interest expenses	12,441	12,879	12,726	12,335	13,774	13,216	11,767	10,636	50,381	49,393	35,006	
Net income before taxes	16,916	13,809	13,722	13,198	10,273	7,857	6,790	7,628	57,645	32,548	30,789	
Tax provision	4,437	3,806	3,459	3,781	3,844	2,137	1,847	2,062	15,483	9,890	8,409	
Net income	\$ 12,479	\$ 10,003	\$ 10,263	\$ 9,417	\$ 6,429	\$ 5,720	\$ 4,943	\$ 5,566	\$ 42,162	\$ 22,658	\$ 22,380	
Earnings per common share:												
Basic	\$ 0.47	\$ 0.38	\$ 0.38	\$ 0.34	\$ 0.23	\$ 0.20	\$ 0.17	\$ 0.19	\$ 1.57	\$ 0.79	\$ 0.96	
Diluted	\$ 0.47	\$ 0.38	\$ 0.38	\$ 0.34	\$ 0.23	\$ 0.20	\$ 0.17	\$ 0.19	\$ 1.57	\$ 0.79	\$ 0.96	
Comprehensive Income												
Net income	\$ 12,479	\$ 10,003	\$ 10,263	\$ 9,417	\$ 6,429	\$ 5,720	\$ 4,943	\$ 5,566	\$ 42,162	\$ 22,658	\$ 22,380	
Other comprehensive income (loss), net of tax												
Net unrealized gains (losses) on fair value through OCI assets	79	(42)	22	(27)	32	24	30	17	32	103	(4)	
	79	(42)	22	(27)	32	24	30	17	32	103	(4)	
Total comprehensive income	\$ 12,558	\$ 9,961	\$ 10,285	\$ 9,390	\$ 6,461	\$ 5,744	\$ 4,973	\$ 5,583	\$ 42,194	\$ 22,761	\$ 22,376	

(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)

	QUARTER								YEAR ENDED		
	2023				2022				2023	2022	2021
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
Net Interest Income	\$ 26,239	\$ 24,929	\$ 24,609	\$ 24,274	\$ 22,477	\$ 20,062	\$ 17,242	\$ 16,885	\$ 100,051	\$ 76,666	\$ 60,157
Net Interest Income (NII)	26,239	24,929	24,609	24,274	22,477	20,062	17,242	16,885	100,051	76,666	60,157
Other income	2,934	1,930	2,076	1,644	1,775	1,177	1,393	1,381	8,584	5,726	5,200
Total non-interest income	2,934	1,930	2,076	1,644	1,775	1,177	1,393	1,381	8,584	5,726	5,200
Total revenue	\$ 29,173	\$ 26,859	\$ 26,685	\$ 25,918	\$ 24,252	\$ 21,239	\$ 18,635	\$ 18,266	\$ 108,635	\$ 82,392	\$ 65,357
Non-interest income as a % of total revenue	10.06%	7.19%	7.78%	6.34%	7.32%	5.54%	7.48%	7.56%	7.90%	6.95%	7.96%
Net interest income per average assets	2.54%	2.57%	2.78%	2.83%	2.81%	2.76%	2.77%	2.77%	2.68%	2.70%	2.76%

(unaudited)
(\$CAD thousands)

	QUARTER								YEAR ENDED		
	2023				2022				2023	2022	2021
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
Average loans	\$ 3,756,038	\$ 3,540,564	\$ 3,327,269	\$ 3,113,881	\$ 2,903,400	\$ 2,632,199	\$ 2,332,957	\$ 2,159,344	\$ 3,421,541	\$ 2,547,864	\$ 1,878,980
Average total assets	\$ 4,091,228	\$ 3,855,119	\$ 3,630,542	\$ 3,398,844	\$ 3,170,671	\$ 2,883,745	\$ 2,553,746	\$ 2,415,216	\$ 3,733,804	\$ 2,840,542	\$ 2,179,486

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

	QUARTER								YEAR ENDED			
	2023				2022				2023	2022	2021	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1				
Salaries and Employee Benefits												
Salaries	\$ 5,870	\$ 5,814	\$ 7,053	\$ 6,772	\$ 6,400	\$ 4,397	\$ 5,571	\$ 4,757	\$ 25,509	\$ 21,125	\$ 16,110	
Employee benefits	1,419	1,639	1,376	1,485	819	2,371	1,155	1,326	5,919	5,671	4,133	
Total	7,289	7,453	8,429	8,257	7,219	6,768	6,726	6,083	31,428	26,796	20,243	
General and administrative												
Capital taxes and other assessments	755	(522)	(448)	(498)	1,003	667	640	640	(713)	2,950	2,555	
Insurance	553	543	538	547	556	1,067	1,075	1,061	2,181	3,759	1,050	
Listing, sustaining and annual meeting fees	124	129	155	166	87	102	67	111	574	367	381	
Marketing and business development	230	193	194	270	176	224	242	138	887	780	570	
Professional fees and consulting services	1,034	2,388	1,680	1,059	2,202	2,239	868	494	6,161	5,803	2,331	
Other	1,467	1,715	1,197	1,582	1,546	1,220	1,127	1,180	5,961	5,073	4,222	
Total	4,163	4,446	3,316	3,126	5,570	5,519	4,019	3,624	15,051	18,732	11,110	
Premises												
Rent	152	168	167	168	164	176	177	178	655	695	765	
Depreciation	343	341	360	377	416	368	393	400	1,421	1,577	1,729	
Other	494	471	454	407	405	385	452	351	1,826	1,593	1,159	
Total	989	980	981	952	985	929	1,022	929	3,902	3,865	3,653	
Total non-interest expenses	\$ 12,441	\$ 12,879	\$ 12,726	\$ 12,335	\$ 13,774	\$ 13,216	\$ 11,767	\$ 10,636	\$ 50,381	\$ 49,393	\$ 35,006	

VERSABANK
OPERATING SEGMENTS
Quarter ended October 31, 2023
(unaudited)
(\$CAD thousands)

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	October 31, 2023				October 31, 2022			
	Digital Banking	DRTC	Eliminations/ Adjustments	Consolidated	Digital Banking	DRTC	Eliminations/ Adjustments	Consolidated
Net interest income	\$ 26,239	\$ -	\$ -	\$ 26,239	\$ 22,477	\$ -	\$ -	\$ 22,477
Non-interest income	315	3,699	(1,080)	2,934	38	1,778	(41)	1,775
Total revenue	26,554	3,699	(1,080)	29,173	22,515	1,778	(41)	24,252
Provision for (recovery of) credit losses	(184)	-	-	(184)	205	-	-	205
	26,738	3,699	(1,080)	29,357	22,310	1,778	(41)	24,047
Non-interest expenses								
Salaries and benefits	5,878	1,411	-	7,289	5,678	1,541	-	7,219
General and administrative	4,889	354	(1,080)	4,163	5,154	457	(41)	5,570
Premises and equipment	617	372	-	989	624	361	-	985
	11,384	2,137	(1,080)	12,441	11,456	2,359	(41)	13,774
Income before income taxes	15,354	1,562	-	16,916	10,854	(581)	-	10,273
Income tax provision	4,088	349	-	4,437	3,939	(95)	-	3,844
Net income	\$ 11,266	\$ 1,213	\$ -	\$ 12,479	\$ 6,915	\$ (486)	\$ -	\$ 6,429
Total assets	\$ 4,190,876	\$ 26,443	\$ (15,709)	\$ 4,201,610	\$ 3,267,479	\$ 22,345	\$ (23,826)	\$ 3,265,998
Total liabilities	\$ 3,818,412	\$ 28,788	\$ (22,748)	\$ 3,824,452	\$ 2,912,249	\$ 25,755	\$ (22,681)	\$ 2,915,323

VERSABANK
OPERATING SEGMENTS
Year to Date ended October 31, 2023
(unaudited)
(\$CAD thousands)

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	October 31, 2023				October 31, 2022			
	Digital Banking	DRTC	Eliminations/ Adjustments	Consolidated	Digital Banking	DRTC	Eliminations/ Adjustments	Consolidated
Net interest income	\$ 100,051	\$ -	\$ -	\$ 100,051	\$ 76,666	\$ -	\$ -	\$ 76,666
Non-interest income	540	9,698	(1,654)	8,584	52	5,839	(165)	5,726
Total revenue	100,591	9,698	(1,654)	108,635	76,718	5,839	(165)	82,392
Provision for (recovery of) credit losses	609	-	-	609	451	-	-	451
	99,982	9,698	(1,654)	108,026	76,267	5,839	(165)	81,941
Non-interest expenses								
Salaries and benefits	25,382	6,046	-	31,428	22,303	4,493	-	26,796
General and administrative	15,140	1,565	(1,654)	15,051	17,614	1,283	(165)	18,732
Premises and equipment	2,462	1,440	-	3,902	2,475	1,390	-	3,865
	42,984	9,051	(1,654)	50,381	42,392	7,166	(165)	49,393
Income before income taxes	56,998	647	-	57,645	33,875	(1,327)	-	32,548
Income tax provision	15,867	(384)	-	15,483	9,744	146	-	9,890
Net income	\$ 41,131	\$ 1,031	\$ -	\$ 42,162	\$ 24,131	\$ (1,473)	\$ -	\$ 22,658
Total assets	\$ 4,190,876	\$ 26,443	\$ (15,709)	\$ 4,201,610	\$ 3,267,479	\$ 22,345	\$ (23,826)	\$ 3,265,998
Total liabilities	\$ 3,818,412	\$ 28,788	\$ (22,748)	\$ 3,824,452	\$ 2,912,249	\$ 25,755	\$ (22,681)	\$ 2,915,323

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

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	QUARTER								YEAR ENDED		
	2023				2022				2023	2022	2021
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
Cash and cash equivalents	\$ 132,242	\$ 87,726	\$ 223,661	\$ 201,372	\$ 88,581	\$ 84,214	\$ 198,157	\$ 155,239	\$ 132,242	\$ 88,581	\$ 271,523
Securities	167,940	182,944	39,652	49,847	141,564	133,682	-	-	167,940	141,564	-
Total	300,182	270,670	263,313	251,219	230,145	217,896	198,157	155,239	300,182	230,145	271,523
Loans											
Point-of-sale loans and leases	2,879,320	2,776,126	2,538,917	2,414,266	2,220,894	1,998,993	1,610,336	1,439,781	2,879,320	2,220,894	1,279,576
Commerical real estate mortgages	889,069	810,630	807,828	752,138	710,369	755,042	782,274	722,829	889,069	710,369	757,576
Commerical real estate loans	8,793	9,298	11,996	12,811	13,165	13,510	14,065	14,600	8,793	13,165	26,569
Public sector and other financing	55,054	49,627	46,350	42,523	35,452	35,605	35,529	31,247	55,054	35,452	32,587
Allowance for credit losses	(2,513)	(2,697)	(2,526)	(2,289)	(1,904)	(1,699)	(1,533)	(1,455)	(2,513)	(1,904)	(1,453)
Accrued interest	20,681	18,688	16,890	15,634	14,702	12,670	9,605	8,636	20,681	14,702	8,195
Total	3,850,404	3,661,672	3,419,455	3,235,083	2,992,678	2,814,121	2,450,276	2,215,638	3,850,404	2,992,678	2,103,050
Other assets											
Capital assets	6,536	6,687	6,833	6,698	6,868	6,965	6,872	6,905	6,536	6,868	7,075
Goodwill	5,754	5,754	5,754	5,754	5,754	5,754	5,754	5,754	5,754	5,754	5,754
Intangible assets	2,791	2,889	2,988	3,086	3,185	3,299	3,413	3,527	2,791	3,185	3,641
Other assets	35,943	33,173	31,050	29,850	27,368	27,308	27,674	28,283	35,943	27,368	24,043
Total	51,024	48,503	46,625	45,388	43,175	43,326	43,713	44,469	51,024	43,175	40,513
Total assets	\$ 4,201,610	\$ 3,980,845	\$ 3,729,393	\$ 3,531,690	\$ 3,265,998	\$ 3,075,343	\$ 2,692,146	\$ 2,415,346	\$ 4,201,610	\$ 3,265,998	\$ 2,415,086
Deposits											
Demand	\$ 2,491	\$ 5,979	\$ 6,621	\$ 8,304	\$ 9,829	\$ 10,732	\$ 12,380	\$ 13,643	\$ 2,491	\$ 9,829	\$ 14,989
Trustee chequing accounts	552,851	525,526	500,148	512,683	498,049	499,124	484,261	473,369	552,851	498,049	480,562
Term (including accrued interest)	2,978,024	2,796,512	2,601,449	2,404,465	2,149,662	1,965,207	1,628,275	1,359,991	2,978,024	2,149,662	1,357,653
Total	3,533,366	3,328,017	3,108,218	2,925,452	2,657,540	2,475,063	2,124,916	1,847,003	3,533,366	2,657,540	1,853,204
Securitization liabilities	-	-	-	-	-	-	-	-	-	-	-
Other liabilities	184,236	186,200	160,124	152,296	152,832	154,926	127,406	133,666	184,236	152,832	134,504
Subordinated notes payable	106,850	101,585	104,532	102,765	104,951	98,706	98,410	97,726	106,850	104,951	95,272
Shareholders' equity											
Share capital	228,471	228,191	228,880	232,512	239,629	241,321	241,321	241,321	228,471	239,629	241,321
Contributed surplus	2,513	2,339	2,147	1,955	1,612	1,189	765	341	2,513	1,612	145
Retained earnings	146,043	134,461	125,398	116,638	109,335	104,071	99,285	95,276	146,043	109,335	90,644
Accumulated other comprehensive income	131	52	94	72	99	67	43	13	131	99	(4)
Total	377,158	365,043	356,519	351,177	350,675	346,648	341,414	336,951	377,158	350,675	332,106
Total liabilities and shareholders' equity	\$ 4,201,610	\$ 3,980,845	\$ 3,729,393	\$ 3,531,690	\$ 3,265,998	\$ 3,075,343	\$ 2,692,146	\$ 2,415,346	\$ 4,201,610	\$ 3,265,998	\$ 2,415,086

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

	QUARTER								YEAR ENDED			
	2023				2022				2023	2022	2021	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1				
Allowance for credit losses												
Allowance for credit losses	\$ 2,513	\$ 2,697	\$ 2,526	\$ 2,289	\$ 1,904	\$ 1,699	\$ 1,533	\$ 1,455	\$ 2,513	\$ 1,904	\$ 1,453	
Total allowance for credit losses	\$ 2,513	\$ 2,697	\$ 2,526	\$ 2,289	\$ 1,904	\$ 1,699	\$ 1,533	\$ 1,455	\$ 2,513	\$ 1,904	\$ 1,453	
Reconciliation of allowance for credit losses												
Balance, beginning of period	\$ 2,697	\$ 2,526	\$ 2,289	\$ 1,904	\$ 1,699	\$ 1,533	\$ 1,455	\$ 1,453	\$ 1,904	\$ 1,453	\$ 1,775	
Provision for (recovery of) credit losses	(184)	171	237	385	205	166	78	2	609	451	(438)	
Recoveries	-	-	-	-	-	-	-	-	-	-	116	
Balance, end of period	\$ 2,513	\$ 2,697	\$ 2,526	\$ 2,289	\$ 1,904	\$ 1,699	\$ 1,533	\$ 1,455	\$ 2,513	\$ 1,904	\$ 1,453	
Total loans	\$ 3,850,404	\$ 3,661,672	\$ 3,419,455	\$ 3,235,083	\$ 2,992,678	\$ 2,814,121	\$ 2,450,276	\$ 2,215,638	\$ 3,850,404	\$ 2,992,678	\$ 2,103,050	
Provision for (recovery of) credit losses as a % of average loans	(0.02%)	0.02%	0.03%	0.05%	0.03%	0.03%	0.01%	0.00%	0.02%	0.02%	(0.02%)	

VERSABANK
ALLOWANCE FOR CREDIT LOSSES BY LENDING ASSET
Quarter ended October 31, 2023
(unaudited)
(\$CAD thousands)

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	As at October 31, 2023				As at October 31, 2022			
	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	\$ 646	\$ -	\$ -	\$ 646	\$ 528	\$ -	\$ -	\$ 528
Transfer in (out) to Stage 1	38	(38)	-	-	23	(23)	-	-
Transfer in (out) to Stage 2	(83)	83	-	-	(56)	56	-	-
Transfer in (out) to Stage 3	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	(501)	(45)	-	(546)	50	(33)	-	17
Loan originations	-	-	-	-	-	-	-	-
Derecognitions and maturities	-	-	-	-	-	-	-	-
Provision for (recovery of) credit losses	(546)	-	-	(546)	17	-	-	17
Write-offs	-	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	-	-
Balance at end of period	\$ 100	\$ -	\$ -	\$ 100	\$ 545	\$ -	\$ -	\$ 545
Commercial real estate mortgages								
Balance at beginning of period	\$ 1,655	\$ 251	\$ -	\$ 1,906	\$ 979	\$ 117	\$ -	\$ 1,096
Transfer in (out) to Stage 1	186	(186)	-	-	37	(37)	-	-
Transfer in (out) to Stage 2	(357)	357	-	-	(37)	37	-	-
Transfer in (out) to Stage 3	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	108	107	-	215	122	20	-	142
Loan originations	399	4	-	403	62	-	-	62
Derecognitions and maturities	(292)	(10)	-	(302)	(13)	-	-	(13)
Provision for (recovery of) credit losses	44	272	-	316	171	20	-	191
Write-offs	-	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	-	-
Balance at end of period	\$ 1,699	\$ 523	\$ -	\$ 2,222	\$ 1,150	\$ 137	\$ -	\$ 1,287
Commercial real estate loans								
Balance at beginning of period	\$ 50	\$ -	\$ -	\$ 50	\$ 49	\$ -	\$ -	\$ 49
Transfer in (out) to Stage 1	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 2	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 3	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	(6)	-	-	(6)	5	-	-	5
Loan originations	-	-	-	-	-	-	-	-
Derecognitions and maturities	(2)	-	-	(2)	-	-	-	-
Provision for (recovery of) credit losses	(8)	-	-	(8)	5	-	-	5
Write-offs	-	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	-	-
Balance at end of period	\$ 42	\$ -	\$ -	\$ 42	\$ 54	\$ -	\$ -	\$ 54
Public sector and other financing								
Balance at beginning of period	\$ 74	\$ 21	\$ -	\$ 95	\$ 25	\$ 1	\$ -	\$ 26
Transfer in (out) to Stage 1	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 2	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 3	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	6	1	-	7	(8)	-	-	(8)
Loan originations	24	23	-	47	-	-	-	-
Derecognitions and maturities	-	-	-	-	-	-	-	-
Provision for (recovery of) credit losses	30	24	-	54	(8)	-	-	(8)
Write-offs	-	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	-	-
Balance at end of period	\$ 104	\$ 45	\$ -	\$ 149	\$ 17	\$ 1	\$ -	\$ 18
Total balance at end of period	\$ 1,945	\$ 568	\$ -	\$ 2,513	\$ 1,766	\$ 138	\$ -	\$ 1,904

VERSABANK
ALLOWANCE FOR CREDIT LOSSES BY LENDING ASSET
Year to Date ended October 31, 2023
(unaudited)
(\$CAD thousands)

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	As at October 31, 2023				As at October 31, 2022			
	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	\$ 545	\$ -	\$ -	\$ 545	\$ 275	\$ -	\$ -	\$ 275
Transfer in (out) to Stage 1	160	(160)	-	-	91	(91)	-	-
Transfer in (out) to Stage 2	(340)	340	-	-	(186)	186	-	-
Transfer in (out) to Stage 3	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	(265)	(180)	-	(445)	365	(95)	-	270
Loan originations	-	-	-	-	-	-	-	-
Derecognitions and maturities	-	-	-	-	-	-	-	-
Provision for (recovery of) credit losses	(445)	-	-	(445)	270	-	-	270
Write-offs	-	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	-	-
Balance at end of period	\$ 100	\$ -	\$ -	\$ 100	\$ 545	\$ -	\$ -	\$ 545
Commercial real estate mortgages								
Balance at beginning of period	\$ 1,150	\$ 137	\$ -	\$ 1,287	\$ 980	\$ 134	\$ -	\$ 1,114
Transfer in (out) to Stage 1	279	(279)	-	-	75	(75)	-	-
Transfer in (out) to Stage 2	(581)	581	-	-	(129)	129	-	-
Transfer in (out) to Stage 3	-	(13)	13	-	-	-	-	-
Net remeasurement of loss allowance	668	113	(13)	768	74	(29)	-	45
Loan originations	604	4	-	608	286	-	-	286
Derecognitions and maturities	(421)	(20)	-	(441)	(136)	(22)	-	(158)
Provision for (recovery of) credit losses	549	386	-	935	170	3	-	173
Write-offs	-	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	-	-
Balance at end of period	\$ 1,699	\$ 523	\$ -	\$ 2,222	\$ 1,150	\$ 137	\$ -	\$ 1,287
Commercial real estate loans								
Balance at beginning of period	\$ 54	\$ -	\$ -	\$ 54	\$ 45	\$ -	\$ -	\$ 45
Transfer in (out) to Stage 1	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 2	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 3	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	(6)	-	-	(6)	9	-	-	9
Loan originations	-	-	-	-	-	-	-	-
Derecognitions and maturities	(6)	-	-	(6)	-	-	-	-
Provision for (recovery of) credit losses	(12)	-	-	(12)	9	-	-	9
Write-offs	-	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	-	-
Balance at end of period	\$ 42	\$ -	\$ -	\$ 42	\$ 54	\$ -	\$ -	\$ 54
Public sector and other financing								
Balance at beginning of period	\$ 17	\$ 1	\$ -	\$ 18	\$ 16	\$ 3	\$ -	\$ 19
Transfer in (out) to Stage 1	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 2	(8)	8	-	-	-	-	-	-
Transfer in (out) to Stage 3	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	12	13	-	25	2	(2)	-	-
Loan originations	83	23	-	106	-	-	-	-
Derecognitions and maturities	-	-	-	-	(1)	-	-	(1)
Provision for (recovery of) credit losses	87	44	-	131	1	(2)	-	(1)
Write-offs	-	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	-	-
Balance at end of period	\$ 104	\$ 45	\$ -	\$ 149	\$ 17	\$ 1	\$ -	\$ 18
Total balance at end of period	\$ 1,945	\$ 568	\$ -	\$ 2,513	\$ 1,766	\$ 138	\$ -	\$ 1,904

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

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	2023				2022			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
On-Balance Sheet Exposures								
On-balance sheet assets	\$ 4,201,610	\$ 3,980,845	\$ 3,729,393	\$ 3,531,690	\$ 3,265,998	\$ 3,075,343	\$ 2,692,146	\$ 2,415,346
Asset amounts adjusted in determining Basel III Tier 1 capital	(12,699)	(11,502)	(11,258)	(11,119)	(11,371)	(11,615)	(11,804)	(12,479)
Total on-balance sheet exposures	4,188,911	3,969,343	3,718,135	3,520,571	3,254,627	3,063,728	2,680,342	2,402,867
Other Off-Balance Sheet Exposures								
Off-balance sheet exposure at gross notional amount	\$ 481,389	\$ 424,526	\$ 457,175	\$ 404,883	\$ 443,124	\$ 374,489	\$ 366,780	\$ 366,895
Adjustments for conversion to credit equivalent amounts	(281,705)	(247,001)	(266,913)	(232,402)	(251,101)	(210,567)	(212,907)	(212,919)
Off-balance sheet items	199,684	177,525	190,262	172,481	192,023	163,922	153,873	153,976
Capital and Total Exposures								
Tier 1 capital	364,459	353,541	345,261	340,058	339,304	335,033	329,610	324,472
Total exposures	4,388,595	4,146,868	3,908,397	3,693,052	3,446,650	3,227,650	2,834,215	2,556,843
Leverage Ratios								
Basel III leverage ratio	8.30%	8.53%	8.83%	9.21%	9.84%	10.38%	11.63%	12.69%