

Harvard Illinois Bancorp, Inc.
2990 N. Perryville Road
Suite 4136B
Rockford, Illinois 61107

For Additional Information Contact:
Donn L. Claussen, President
(815) 316-6150

HARVARD ILLINOIS BANCORP, INC. ANNOUNCES UNAUDITED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2017

Rockford, Illinois, February 6, 2018

Harvard Illinois Bancorp, Inc. (the "Company") announced today its unaudited statement of net assets in liquidation, as of December 31, 2017, and its unaudited statement of changes in net assets in liquidation for the year then ended.

Unaudited Statements of Net Assets in Liquidation and Changes in Net Assets in Liquidation. At December 31, 2017, the Company reported unaudited total assets in liquidation, total liabilities in liquidation, and net assets in liquidation of \$14.0 million, \$1.4 million and \$12.6 million, respectively. Assets in liquidation at December 31, 2017 included the \$8.1 million related to the investment in the defaulted repurchase agreement purchased through Pennant Management, Inc., cash and cash equivalents of \$4.7 million, and other assets of \$1.2 million. Liabilities in liquidation at December 31, 2017 included \$1.4 million for accrued liquidation costs not yet incurred but to be incurred through the completion of the liquidation process. The Company reported an unaudited increase of \$1.2 million in net assets in liquidation for the year ended December 31, 2017, primarily due to the realization of \$1.1 million on litigation and other claims activities. At December 31, 2017, the Company had outstanding 815,449 shares of common stock and 11,537 vested unexercised stock options.

Plan of Dissolution. The Company at this time cannot predict with certainty the amount or timing of any liquidating distributions to our shareholders or the completion of the liquidation process, primarily due to the Company's inability to predict with certainty the timing of the receipt of cash with respect to its \$8.1 million recorded receivable related to the investment in the defaulted repurchase agreement purchased through Pennant Management, Inc. In addition, the Company is pursuing litigation and other claims which may result in cash recoveries. However, the Company at this time cannot predict with certainty the probability of success, nor the amount or timing of a cash recovery, if successful.

The financial information as of and for the year ended December 31, 2017 was derived in part from the financial statements of the Company and are unaudited. In the opinion of management, all adjustments, consisting of normal recurring adjustments, necessary for a fair presentation of the results of operations for the unaudited period have been made. The selected financial information presented above is not necessarily indicative of the results that may be expected for future periods.

Forward-Looking Statements. This press release contains certain forward-looking statements that are based on assumptions and may describe future plans, strategies and expectations of the Company,

including information with respect to the annual meeting of stockholders. Forward-looking statements can be identified by the fact that they do not relate strictly to historical or current facts. They often include words like “believe,” “expect,” “anticipate,” “estimate,” “hope,” and “intend” or future or conditional verbs such as “will,” “would,” “should,” “could” or “may.” Except as required by law, the Company does not take any obligation to update any forward-looking information or statements to reflect changes in belief, expectations or events.