



FREEDOM BANCORP, INC.

Matthew R. Carcich
President & Chief Executive Officer

February 2017

Dear Fellow Shareholder;

It is truly an honor to provide you with the Freedom Bank financial results for year-end 2016. The Board of Directors and Senior Management are very proud of what Freedom Bank accomplished throughout 2016. We saw significant asset, loan, deposit, and net income growth. Our commitment to continually be a sound financial institution was also evident in our asset quality, and credit culture.

I would like to take this opportunity to thank the Board of Directors for their ongoing support and their commitment to the shareholders, customers and employees alike.

2016 was indeed a significant year for Freedom Bank. We experienced strong and healthy growth across the balance sheet. Assets grew to an all-time high of \$341 million. That increase of \$49 million represents an increase of 17%. The deposit base also saw a double digit increase of 19%, ending 2016 at \$291 million. A large contributing factor to the deposit growth was the opening of our Ridgewood branch location. Since our successful grand opening in April of 2016, the Ridgewood branch has continually exceeded expectations and has grown to over \$46 million in assets. We are very pleased to be able to open this location as it provides the convenient, top tier service that our customer base has come to expect from Freedom Bank.

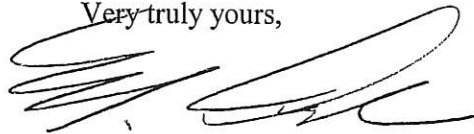
The lending story was also a success in 2016. Outstanding loans soared to \$302 million at year-end, which equates to over a 15% increase. Of equal importance, the asset quality of the portfolio is pristine. Freedom's delinquency ratio is one of the best in the nation, and our commitment to credit quality is one of the highest priorities of the Board and Management.

We are pleased to report that revenue continues to increase year over year, as net income grew to \$2.79 million from \$2.39 million in 2015. That represents an increase of 17% and is \$1.0 million higher than year-end 2014. Accordingly, our book value increased from \$12.90 per share to \$14.29 in 2016.

We are very excited about 2017 and beyond, as we plan to focus our community brand of banking featuring new technological advances such as ACH originations, safer EMV chip debit cards, and enhanced mobile banking and web based services. We also will be offering a wider array of residential lending products and customer education programs.

It continues to be my privilege to serve as your President and CEO, and on behalf of the entire staff of Freedom Bank and its Board of Directors, I want to thank all of you for your support.

Very truly yours,



Matthew R. Carcich
President and Chief Executive Officer