



U.S. CENTURY BANK

U.S. Century Bank Reports Second Quarter 2021 Results

July 30, 2021

MIAMI--(BUSINESS WIRE)--Jul. 30, 2021-- **U.S. Century Bank (the "Company") (NASDAQ: USCB)** today announced 2021 second quarter financial results for the quarter ended June 30, 2021.

"We are thrilled to have completed our initial public offering and to be trading publicly. This milestone will help support the Company's growth strategy as part of our long-term strategic expansion plan," said Luis de la Aguilera, President and Chief Executive Officer.

The Company reported net income of \$4.1 million or \$0.64 per diluted share of Class A common stock and \$0.13 per diluted share of Class B common stock, for the quarter ended June 30, 2021, from net income of \$1.4 million or \$0.13 per diluted share of Class A common stock and \$0.03 per diluted share of Class B common stock, for the quarter ended June 30, 2020.

Financial Highlights

- Completed the initial public offering ("IPO") and issued 4,600,000 shares of Class A common stock, inclusive of the full exercise of the underwriters' option to purchase an additional 600,000 shares. The securities were sold at a price to the public of \$10.00 per share and began trading on the Nasdaq Global Market under the ticker symbol "USCB" on July 23, 2021. On July 27, 2021, the closing date of the IPO, the Company received total net proceeds of \$42 million, after deducting the underwriting discount.
- Net interest income was \$12.5 million for the quarter ended June 30, 2021, representing an increase of \$1.6 million or 14.75% as compared to the second quarter in 2020. The increase was primarily driven by higher investment income and lower interest expense on deposits.
- Net interest margin ("NIM") was 3.14% for the three months ended June 30, 2021, a decrease of 21 basis points from 3.35% for the immediately preceding quarter ended March 31, 2021, and a decrease of 14 basis points from 3.28% for the second quarter in 2020. The decreases in NIM were largely due to lower benchmark interest rates.
- The efficiency ratio for the three months ended June 30, 2021 was 62.00% as compared to 69.03% for the second quarter in 2020.
- Average deposits for the quarter ended June 30, 2021 increased by \$88.5 million or 6.59% compared to the immediately preceding quarter ended March 31, 2021 and by \$265.7 million or 22.78% compared to the second quarter of 2020.
- Average loans for the quarter ended June 30, 2021 increased by \$16.7 million or 1.56% compared to the immediately preceding quarter ended March 31, 2021 and by \$49.6 million or 4.78% compared to the second quarter of 2020.
- Annualized return on average assets for the quarter ended June 30, 2021 was 0.98%, compared to 0.41% for the second quarter in 2020.
- Annualized return on average stockholders' equity for the quarter ended June 30, 2021 was 9.74%, compared to 3.55% for the second quarter in 2020.
- Since March 2020, the Company has participated in all three rounds of the Small Business Administration ("SBA") Paycheck Protection Program ("PPP"), originating \$168.4 million of PPP loans through June 30, 2021. As of June 30, 2021, \$82.3 million in PPP loans had been forgiven.
- On June 24, 2021, the Company purchased a yacht loan portfolio that is complementary to our business and stated strategy. The portfolio is tied to financed purchases of 24 vessels with an aggregate principal balance as of the date of purchase of \$44.1 million.
- On April 26, 2021, the Company completed the repurchase of all outstanding shares of our Class E Partially Cumulative Perpetual Preferred Stock ("Class E Preferred Stock"), for an aggregate repurchase price of \$7.6 million, which is equal to the aggregate liquidation preference of \$7.5 million plus declared and unpaid dividends. As of the date of this press release, no shares of Class E Preferred Stock remain outstanding.
- Total risk-based capital ratio was 12.69% at June 30, 2021 compared to 14.14% for the second quarter in 2020.

- Allowance for loan losses to total loans was 1.30% at June 30, 2021 compared to 1.45% at June 30, 2020.
- Non-performing loans to total loans was less than 0.01% at June 30, 2021 compared to 0.53% for the second quarter in 2020.
- Annualized net charge offs to average loans for the quarter ended June 30, 2021 was 0.06%.
- Refer to the “Non-GAAP financial measures” Exhibits below for a reconciliation of the non-GAAP measures used.

Balance Sheet

Total assets were \$1.7 billion at June 30, 2021, representing an increase of \$33.6 million or 2.1% from the immediately preceding quarter ended March 31, 2021. The significant contributing factors to the overall increase included:

- Available-for-sale securities increased \$54.5 million or 15.95% as excess liquidity was used to purchase investments.
- Total loans increased \$41.1 million or 3.72% primarily due to the purchase of a yacht loan portfolio.
- Cash and equivalents declined \$58.8 million primarily because of the purchase of investment securities and loans as mentioned previously.

Deposits totaled \$1.4 billion at June 30, 2021, representing an increase of \$34.5 million, or 2.5%, from the immediately preceding quarter ended March 31, 2021. The average cost of total deposits continued to decline, dropping by 8 basis points to 0.26% for the quarter ended June 30, 2021 from 0.34% for the immediately preceding quarter ended March 31, 2021, and 0.73% for the quarter ended June 30, 2020.

Asset Quality

Non-performing assets decreased by \$0.7 million or 97.0% for the three months ended June 30, 2021 compared to the immediately preceding quarter ended March 31, 2021 and decreased \$5.6 million or 99.6% from the second quarter ended June 30, 2020. For the three months ended June 30, 2021, non-performing assets to total assets was less than 0.01%, representing a decrease of nearly 0.04% or 97.1% from the immediately preceding quarter ended March 31, 2021.

The allowance for loan losses was \$14.8 million at June 30, 2021, down from \$15.0 million for the immediately preceding quarter ended March 31, 2021, and from \$15.3 million for the quarter ended June 30, 2020.

Non-interest Income and Non-interest Expense

Non-interest income totaled \$1.5 million for the three months ended June 30, 2021, representing an increase of approximately \$0.6 million or 58.4% compared to the same period in 2020. The increase was primarily driven by higher service charges on deposits and gains on sale of loans held for sale.

Non-interest expense was \$8.7 million for the three months ended June 30, 2021 compared to \$8.2 million for the same period in 2020. The increase was primarily driven by higher employee headcount and professional fees.

About U.S. Century Bank

Established in 2002, U.S. Century Bank is one of the largest community banks headquartered in Miami, and one of the largest community banks in the state, with assets of \$1.7 billion. U.S. Century is rated 5-star by BauerFinancial, the nation's leading independent bank rating firm. Through its network of 11 branch locations and its online banking platform, U.S. Century Bank offers customers a wide range of financial products and services. U.S. Century Bank has received awards and accolades from numerous organizations for its philanthropic support and leadership, including the Beacon Council, Greater Miami Chamber of Commerce, South Florida Hispanic Chamber of Commerce and others. For more information or to find a U.S. Century branch near you, please call (305) 715-5200 or visit www.uscentury.com.

Forward-Looking Statements

Statements included in this earning release that are not historical in nature are intended to be, and are hereby identified as, forward-looking statements for purposes of the safe harbor provided by Section 21E of the Securities Exchange Act of 1934, as amended. The words “may,” “will,” “anticipate,” “should,” “would,” “believe,” “contemplate,” “expect,” “aim,” “plan,” “estimate,” “continue,” “may” and “intend,” as well as other similar words and expressions of the future, are intended to identify forward-looking statements. These forward-looking statements include statements related to our projected growth, anticipated future financial performance, and management’s long-term performance goals, as well as statements relating to the anticipated effects on results of operations and financial condition from expected developments or events, or business and growth strategies, including anticipated internal growth.

These forward-looking statements involve significant risks and uncertainties that could cause our actual results to differ materially from those anticipated in such statements. Potential risks and uncertainties include, but are not limited to:

- the strength of the United States economy in general and the strength of the local economies in which we conduct operations;
- the COVID-19 pandemic and its impact on us, our employees, customers and third-party service providers, and the ultimate extent of the impacts of the pandemic and related government stimulus programs;
- our ability to successfully manage interest rate risk, credit risk, liquidity risk, and other risks inherent to our industry;
- the accuracy of our financial statement estimates and assumptions, including the estimates used for our credit loss reserve

and deferred tax asset valuation allowance;

- the efficiency and effectiveness of our internal control environment;
- our ability to comply with the extensive laws and regulations to which we are subject, including the laws for each jurisdiction where we operate;
- legislative or regulatory changes and changes in accounting principles, policies, practices or guidelines, including the effects of forthcoming CECL implementation;
- the effects of our lack of a diversified loan portfolio and concentration in the South Florida market, including the risks of geographic, depositor, and industry concentrations, including our concentration in loans secured by real estate;
- the concentration of ownership of our Class A common stock;
- our ability to fund or access the capital markets at attractive rates and terms and manage our growth, both organic growth as well as growth through other means, such as future acquisitions;
- inflation, interest rate, unemployment rate, market, and monetary fluctuations;
- increased competition and its effect on pricing of our products and services as well as our margins;
- the effectiveness of our risk management strategies, including operational risks, including, but not limited to, client, employee, or third-party fraud and security breaches; and
- other risks described from time to time in our filings with the FDIC.

All forward-looking statements are necessarily only estimates of future results, and there can be no assurance that actual results will not differ materially from expectations. Therefore, you are cautioned not to place undue reliance on any forward-looking statements. Further, forward-looking statements included in this presentation are made only as of the date hereof, and we undertake no obligation to update or revise any forward-looking statement to reflect events or circumstances after the date on which the statement is made or to reflect the occurrence of unanticipated events, unless required to do so under the federal securities laws. You should also review the risk factors we describe in the reports we will file from time to time with the FDIC.

Non-GAAP Financial Measures

This earning release includes financial information determined by methods other than in accordance with generally accepted accounting principles ("GAAP"). This financial information includes certain operating performance measures. Management has included these non-GAAP measures because it believes these measures may provide useful supplemental information for evaluating the Company's underlying performance trends. Further, management uses these measures in managing and evaluating the Company's business and intends to refer to them in discussions about our operations and performance. Operating performance measures should be viewed in addition to, and not as an alternative to or substitute for, measures determined in accordance with GAAP, and are not necessarily comparable to non-GAAP measures that may be presented by other companies. To the extent applicable, reconciliations of these non-GAAP measures to the most directly comparable GAAP measures can be found in the 'Non-GAAP Reconciliation Tables' included in the exhibits to this earning release.

U.S. CENTURY BANK AND SUBSIDIARIES (UNAUDITED) CONSOLIDATED STATEMENTS OF INCOME

(Dollars in thousands, except per share data)

	Three Months Ended		Six Months Ended	
	June 30,		June 30,	
	2021	2020	2021	2020
Interest income:				
Loans, including fees	\$ 11,538	\$ 11,974	\$ 23,406	\$ 23,710
Investment securities	1,968	1,218	3,812	2,482
Interest-bearing deposits in financial institutions	23	67	39	209
Total interest income	13,529	13,259	27,257	26,401
Interest expense:				
Interest-bearing deposits	15	44	29	90
Savings and money markets accounts	523	763	1,071	1,890
Time deposits	379	1,306	933	2,718

Federal Home Loan Bank advances	138	275	275	718
Total interest expense	1,055	2,388	2,308	5,416
Net interest income before provision for loan losses	12,474	10,871	24,949	20,985
Provision for (recovery of) loan losses	-	1,750	(160)	3,250
Net interest income after provision for loan losses	12,474	9,121	25,109	17,735
Non-interest income:				
Service fees	903	581	1,792	1,459
Gain on sale of securities available for sale, net	187	5	249	423
Gain on sale of loans held for sale, net	23	-	987	228
Other non-interest income	403	371	809	758
Total non-interest income	1,516	957	3,837	2,868
Non-interest expense:				
Salaries and employee benefits	5,213	4,792	10,491	9,862
Occupancy	1,411	1,436	2,798	2,835
Regulatory assessment and fees	195	165	373	341
Consulting and legal fees	373	270	558	429
Network and information technology services	332	412	840	749
Other operating	1,150	1,090	2,291	2,175
Total non-interest expense	8,674	8,165	17,351	16,391
Net income before income tax expense	5,316	1,913	11,595	4,212
Income tax expense	1,263	469	2,761	1,033
Net income	4,053	1,444	8,834	3,179
Preferred stock dividend	754	782	1,535	1,563
Net income available to common stockholders	\$ 3,299	\$ 662	\$ 7,299	\$ 1,616
Per share information:				
Class A common stock ⁽¹⁾				
Basic net income per share of common stock	\$ 0.65	\$ 0.13	\$ 1.43	\$ 0.32
Diluted net income per share of common stock	\$ 0.64	\$ 0.13	\$ 1.41	\$ 0.31
Class B common stock				

Basic net income per share of common stock	\$ 0.13	\$ 0.03	\$ 0.29	\$ 0.06
Diluted net income per share of common stock	\$ 0.13	\$ 0.03	\$ 0.29	\$ 0.06
Weighted average shares outstanding:				
Class A common stock ⁽¹⁾				
Basic	3,889,469	3,887,469	3,889,469	3,887,469
Diluted	3,933,636	3,944,455	3,933,636	3,944,455
Class B common stock				
Basic	6,121,052	6,121,052	6,121,052	6,121,052
Diluted	6,121,052	6,121,052	6,121,052	6,121,052

(1) On June 16, 2021, the Company effected a 1 for 5 reverse stock split of all the Class A common stock \$1.00 par value. As of the effective date of June 16, 2021, each five shares of the Company's Class A common stock was combined into one fully paid share of Class A common stock. Any fractional shares resulting from this reverse stock split were rounded up to one whole share.

U.S. CENTURY BANK AND SUBSIDIARIES (UNAUDITED)

SELECTED FINANCIAL DATA

(Dollars in thousands, except per share data)

	As of and for the three months ended				
	6/30/2021	3/31/2021	12/31/2020	9/30/2020	6/30/2020
Income Statement Data:					
Net interest income	\$ 12,474	\$ 12,475	\$ 11,499	\$ 11,113	\$ 10,871
Provision for (recovery of) loan losses	-	(160)	-	-	1,750
Net interest income after provision for loan losses	12,474	12,635	11,499	11,113	9,121
Service fees	903	889	1,030	777	581
Gain on sale of securities available for sale, net	187	62	11	-	5
Gain (loss) on sale of loans held for sale, net	23	964	(1)	612	-
Other income	403	406	414	386	371
Total non-interest income	1,516	2,321	1,454	1,775	957
Salaries and employee benefits	5,213	5,278	4,435	4,907	4,792
Occupancy	1,411	1,387	1,402	1,419	1,436
Regulatory assessment and fees	195	178	171	179	165
Consulting and legal fees	373	185	274	342	270
Network and information technology services	332	508	380	407	412
Other operating	1,150	1,141	1,603	1,126	1,090
Total non-interest expense	8,674	8,677	8,265	8,380	8,165

Net income before income tax expense	5,316	6,279	4,688	4,508	1,913	
Income tax expense	1,263	1,498	449	1,106	469	
Net income	4,053	4,781	4,239	3,402	1,444	
Preferred stock dividend	754	781	782	\$ 782	782	
Net income available to common stockholders	\$ 3,299	\$ 4,000	\$ 3,457	\$ 2,620	\$ 662	
Class A common stock ⁽¹⁾						
Net income per share, basic	\$ 0.65	\$ 0.78	\$ 0.68	\$ 0.51	\$ 0.13	
Net income per share, diluted	\$ 0.64	\$ 0.78	\$ 0.67	\$ 0.51	\$ 0.13	
Class B common stock						
Net income per share, basic	\$ 0.13	\$ 0.16	\$ 0.14	\$ 0.10	\$ 0.03	
Net income per share, diluted	\$ 0.13	\$ 0.16	\$ 0.14	\$ 0.10	\$ 0.03	
Balance Sheet Data (at period end):						
Cash and cash equivalents	\$ 47,117	\$ 105,940	\$ 47,734	\$ 177,411	\$ 116,567	
Securities available-for-sale	\$ 395,804	\$ 341,344	\$ 334,322	\$ 189,507	\$ 178,393	
Loans held for investment ⁽²⁾	\$ 1,145,095	\$ 1,103,981	\$ 1,038,504	\$ 1,042,106	\$ 1,054,148	
Allowance for loan losses	\$ (14,848)	\$ (15,009)	\$ (15,086)	\$ (15,207)	\$ (15,323)	
Total assets	\$ 1,667,005	\$ 1,633,359	\$ 1,501,742	\$ 1,491,036	\$ 1,432,126	
Non-interest-bearing deposits	\$ 555,993	\$ 516,550	\$ 442,467	\$ 416,564	\$ 416,572	
Interest-bearing deposits	\$ 882,783	\$ 887,681	\$ 830,935	\$ 836,058	\$ 780,275	
Federal Home Loan Bank advances and other borrowings	\$ 36,000	\$ 36,000	\$ 36,000	\$ 41,000	\$ 44,000	
Total liabilities	\$ 1,500,703	\$ 1,462,934	\$ 1,330,741	\$ 1,322,450	\$ 1,266,511	
Total stockholders' equity	\$ 166,302	\$ 170,425	\$ 171,001	\$ 168,586	\$ 165,615	
Capital ratios:						
Tier 1 leverage ratio	7.91	% 8.57	% 8.61	% 8.73	% 8.80	%
Common equity tier 1 RWA*	9.24	% 9.47	% 9.71	% 9.68	% 9.43	%
Tier 1 capital to RWA*	11.44	% 12.54	% 12.99	% 13.08	% 12.89	%
Total capital to RWA*	12.69	% 13.80	% 14.24	% 14.34	% 14.14	%

* RWA = risk weighted assets

(1) Adjusted for the 1 for 5 reverse stock split for all periods shown.

(2) Loan amounts include deferred fees/costs.

U.S. CENTURY BANK AND SUBSIDIARIES (UNAUDITED)

AVERAGE BALANCES, RATIOS, AND OTHER

(Dollars in thousands)

	As of and for the three months ended					
	6/30/2021	3/31/2021	12/31/2020	9/30/2020	6/30/2020	
Average balance sheet data:						
Cash and cash equivalents	\$ 108,028	\$ 86,157	\$ 154,415	\$ 159,230	\$ 103,997	
Securities available-for-sale	\$ 382,990	\$ 334,723	\$ 251,294	\$ 187,096	\$ 173,467	
Loans held for investment	\$ 1,088,492	\$ 1,071,782	\$ 1,036,249	\$ 1,032,264	\$ 1,038,869	
Total assets	\$ 1,660,060	\$ 1,573,881	\$ 1,522,735	\$ 1,460,732	\$ 1,404,417	
Interest-bearing deposits	\$ 896,271	\$ 861,300	\$ 854,206	\$ 813,031	\$ 770,869	
Total deposits	\$ 1,432,165	\$ 1,343,676	\$ 1,291,427	\$ 1,222,900	\$ 1,166,490	
Federal Home Loan Bank advances and other borrowings	\$ 36,000	\$ 36,000	\$ 37,522	\$ 43,935	\$ 48,835	
Total liabilities	\$ 1,493,129	\$ 1,402,305	\$ 1,353,424	\$ 1,293,905	\$ 1,240,630	
Total stockholders' equity	\$ 166,931	\$ 171,576	\$ 169,311	\$ 166,827	\$ 163,787	
Performance ratios:						
Return on average assets ⁽¹⁾	0.98	% 1.23	% 1.11	% 0.93	% 0.41	%
Return on average equity ⁽¹⁾	9.74	% 11.30	% 9.96	% 8.11	% 3.55	%
Net interest margin ⁽¹⁾	3.14	% 3.35	% 3.14	% 3.17	% 3.28	%
Non-interest income to average assets ⁽¹⁾	0.37	% 0.60	% 0.38	% 0.48	% 0.27	%
Efficiency ratio ⁽²⁾	62.00	% 58.64	% 63.81	% 65.02	% 69.03	%
Loans by type (at period end):⁽³⁾						
Residential real estate	213,575	231,554	232,754	247,620	268,123	
Commercial real estate	673,944	650,762	606,425	603,544	599,315	
Commercial and industrial	155,440	174,546	157,330	159,882	158,735	
Foreign banks	62,042	45,659	38,999	27,847	25,694	
Consumer and other	43,979	5,627	5,507	6,356	6,036	
Asset quality data:						
Allowance for loan losses to total loans	1.30	% 1.36	% 1.45	% 1.46	% 1.45	%
Allowance for loan losses to non-performing loans	74240	% 2214	% 956	% 930	% 273	%
Non-accrual loans less TDRs	20	228	303	4	2,609	
Trouble debt restructurings	-	450	1,275	1,632	355	

Loans - over 90 days past due and accruing	-	-	-	-	2,647
Total non-performing loans ⁽⁴⁾	20	678	1,578	1,636	5,611
Non-performing loans to total loans	0.00	% 0.06	% 0.15	% 0.16	% 0.53
Non-performing assets to total assets	0.00	% 0.04	% 0.11	% 0.11	% 0.39
Net charge-offs (recovery of) loan losses to average loans ⁽¹⁾	0.06	% -0.03	% 0.05	% 0.04	% 0.02
Net charge-offs (recovery of) loan losses	160	(83) 121	116	48
Interest rates and yields:					
Loans	4.19	% 4.43	% 4.36	% 4.48	% 4.56
Investment securities	2.04	% 2.19	% 2.35	% 2.68	% 2.76
Total interest-earning assets	3.41	% 3.69	% 3.57	% 3.75	% 4.00
Deposits	0.26	% 0.34	% 0.44	% 0.59	% 0.73
Borrowings and repurchase agreements	1.52	% 1.52	% 1.55	% 1.84	% 2.23
Total interest-bearing liabilities	0.45	% 0.57	% 0.71	% 0.94	% 1.17
Other information:					
Full-time equivalent employees	183	186	179	178	170

(1) Annualized.

(2) Efficiency ratio is defined as total non-interest expense divided by sum of net interest income and total non-interest income.

(3) Loan amounts exclude deferred fees/costs.

(4) The amounts for total non-performing loans and total non-performing assets are the same for the periods presented since there were no impaired investments or other real estate owned (OREO) recorded.

U.S. CENTURY BANK AND SUBSIDIARIES (UNAUDITED)

NET INTEREST INCOME

(Dollars in thousands)

Three Months Ended June 30,

	2021				2020			
	Average Balance	Interest	Yield/Rate ⁽¹⁾		Average Balance	Interest	Yield/Rate ⁽¹⁾	
Assets								
Interest-earning assets:								
Loans ⁽²⁾	\$ 1,088,492	\$ 11,538	4.19	%	\$ 1,038,869	\$ 11,974	4.56	%
Investment securities	385,090	1,968	2.04	%	176,744	1,218	2.76	%
Other interest earnings assets	101,134	23	0.09	%	95,464	67	0.28	%
Total interest-earning assets	1,574,716	13,529	3.41	%	1,311,077	13,259	4.00	%

Allowance for loan losses	85,344				93,340				
Total assets	\$ 1,660,060				\$ 1,404,417				
Liabilities and stockholders' equity									
Interest-bearing liabilities:									
Interest-bearing demand deposits	\$ 52,620	15	0.11	%	\$ 43,480	44	0.41	%	
Saving and money market deposits	607,752	523	0.35	%	440,505	763	0.69	%	
Time deposits	235,899	379	0.65	%	286,884	1,306	1.83	%	
Total interest-bearing deposits	896,271	917	0.41	%	770,869	2,113	1.10	%	
Borrowings and repurchase agreements	36,000	138	1.52	%	48,835	275	2.23	%	
Total interest-bearing liabilities	932,271	1,055	0.45	%	819,704	2,388	1.17	%	
Non-interest bearing demand deposits	535,894				395,621				
Other non-interest-bearing liabilities	24,964				25,305				
Total liabilities	1,493,129				1,240,630				
Stockholders' equity	166,931				163,787				
Total liabilities and stockholders' equity	\$ 1,660,060				\$ 1,404,417				
Net interest income		\$ 12,474				\$ 10,871			
Net interest spread ⁽³⁾			2.95	%			2.84	%	
Net interest margin ⁽⁴⁾			3.14	%			3.28	%	

(1) Annualized.

(2) Average loan balances include non-accrual loans. Interest income on loans includes amortization of deferred loan fees, net of deferred loan costs.

(3) Net interest spread is the average yield on total interest-earning assets minus the average rate on total interest-bearing liabilities.

(4) Net interest margin is the ratio of net interest income to total interest-earning assets.

U.S. CENTURY BANK AND SUBSIDIARIES (UNAUDITED)

NON-GAAP FINANCIAL MEASURES

(Dollars in thousands)

	As of and for the three months ended				
	6/30/2021	3/31/2021	12/31/2020	9/30/2020	6/30/2020
PTPP Income:					
Net Income	\$ 4,053	\$ 4,781	\$ 4,239	\$ 3,402	\$ 1,444
Plus: Provision for income taxes	1,263	1,498	449	1,106	469
Plus: Provision for (recovery of) loan losses	-	(160)	-	-	1,750
PTPP income	\$ 5,316	\$ 6,119	\$ 4,688	\$ 4,508	\$ 3,663

PTPP Return on Average Assets:

PTPP income	\$ 5,316	\$ 6,119	\$ 4,688	\$ 4,508	\$ 3,663
Average assets	\$ 1,660,060	\$ 1,573,881	\$ 1,522,735	\$ 1,460,732	\$ 1,404,417
PTPP return on average assets ⁽¹⁾	1.28	% 1.58	% 1.22	% 1.23	% 1.05

Operating Net Income:

Net income	\$ 4,053	\$ 4,781	\$ 4,239	\$ 3,402	\$ 1,444
Less: Net gains on sale of securities	187	62	11	-	5
Less: Tax effect on sale of securities	(46)	(15)	(3)	-	(1)
Operating net income	\$ 3,912	\$ 4,734	\$ 4,231	\$ 3,402	\$ 1,440

Operating PTPP Income:

PTPP income	\$ 5,316	\$ 6,119	\$ 4,688	\$ 4,508	\$ 3,663
Less: Net gains on sale of securities	187	62	11	-	5
Operating PTPP Income	\$ 5,129	\$ 6,057	\$ 4,677	\$ 4,508	\$ 3,658

Operating PTPP Return on Average Assets:

Operating PTPP income	\$ 5,129	\$ 6,057	\$ 4,677	\$ 4,508	\$ 3,658
Average assets	\$ 1,660,060	\$ 1,573,881	\$ 1,522,735	\$ 1,460,732	\$ 1,404,417
Operating PTPP Return on average assets ⁽¹⁾	1.24	% 1.56	% 1.22	% 1.23	% 1.05

Operating Return on Average Asset:

Operating net income	\$ 3,912	\$ 4,734	\$ 4,231	\$ 3,402	\$ 1,440
Average assets	\$ 1,660,060	\$ 1,573,881	\$ 1,522,735	\$ 1,460,732	\$ 1,404,417
Operating return on average assets ⁽¹⁾	0.95	% 1.22	% 1.11	% 0.93	% 0.41

(1) Annualized.

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