

American Bank Incorporated

Selected Financial Information

(In thousands, except per share data)

Unaudited

	<u>December 31,</u>	
	2019	2018
<u>Selected Financial Condition Data:</u>		
Total assets	\$ 641,552	\$ 621,903
Cash and cash equivalents	25,406	29,861
Loans receivable, net	518,151	494,033
Allowance for loan losses	(6,800)	(6,605)
Investment securities available-for-sale (at fair value)	60,014	61,544
Investment securities held-to-maturity (at cost)	205	205
Deposits	477,127	468,659
Short-term debt	25,892	30,331
Long-term debt	65,000	55,000
Subordinated debt	10,111	10,111
Stockholders' equity	60,661	55,232
Book value per share	\$ 10.83	\$ 9.82
Shares outstanding	5,599	5,625

	<u>For the Three</u> <u>Months Ended Dec. 31,</u>		<u>For the Year</u> <u>Ended Dec. 31,</u>	
	2019	2018	2019	2018
<u>Selected Operating Data:</u>				
Total interest income	\$ 6,535	\$ 6,308	\$ 26,009	\$ 23,991
Total interest expense	2,012	1,652	7,650	6,347
Net interest income	4,523	4,656	18,359	17,644
Provision for loan losses	43	108	204	491
Net interest income after provision for loan losses	4,480	4,548	18,155	17,153
Fees and service charges	32	27	124	113
Net gains on equity securities	74	—	152	—
Net gains on sales of mortgage loans	42	8	87	40
Earnings from bank-owned life insurance	105	98	384	377
Other income	194	267	774	529
Total non-interest income	447	400	1,521	1,059
Total non-interest expense	2,466	2,507	9,737	9,755
Income before income taxes	2,461	2,441	9,939	8,457
Income tax expense	505	492	2,058	1,611
Net income	\$ 1,956	\$ 1,949	\$ 7,881	\$ 6,846
Earnings per share – basic	\$ 0.35	\$ 0.35	\$ 1.41	\$ 1.22
Earnings per share - diluted	\$ 0.31	\$ 0.31	\$ 1.24	\$ 1.08
Weighted average shares outstanding for earnings per share calculation – basic	5,558	5,592	5,569	5,606
- diluted	6,722	6,756	6,732	6,769

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	For the Three Months Ended Dec. 31,		For the Year Ended Dec. 31,	
	2019	2018	2019	2018
<u>Performance Ratios</u> ⁽¹⁾ :				
Return on assets (ratio of net income to average total assets)	1.22%	1.27%	1.24%	1.12%
Return on equity (ratio of net income to average equity)	12.90%	14.11%	13.44%	12.76%
Net interest margin (ratio of net interest income divided by average earning assets)	2.99%	3.22%	3.07%	3.04%
Ratio of operating expense to average total assets	1.54%	1.72%	1.54%	1.60%
Efficiency ratio (ratio of operating expenses divided by net interest income plus non-interest income)	49.73%	50.77%	48.98%	52.50%
	<u>At December 31,</u>			
	2019	2018		
<u>Asset Quality Ratios:</u>				
Non-accruing loans to loans receivable at end of period	0.07%	0.09%		
Allowance for loan losses to non-accruing loans	1,900.06%	1,516.16%		
Allowance for loan losses to loans receivable	1.30%	1.32%		
<u>Regulatory Capital Ratios - Company:</u>				
Common equity Tier 1 to risk weighted assets	10.39%	10.06%		
Tier I to average assets	10.97%	10.49%		
Tier I to risk weighted assets	12.09%	11.86%		
Total capital to risk weighted assets	13.28%	13.08%		
<u>Regulatory Capital Ratios - Bank:</u>				
Common equity Tier 1 to risk weighted assets	11.84%	11.72%		
Tier I to average assets	10.70%	10.38%		
Tier I to risk weighted assets	11.84%	11.72%		
Total capital to risk weighted assets	13.03%	12.94%		

⁽¹⁾ Ratios for three month periods are annualized.