

American Bank Incorporated

Selected Financial Information

(In thousands, except per share data)

| | <u>March 31,</u> | | <u>December 31,</u> |
|--|-------------------------------|-------------|---------------------|
| | <u>2020</u> | <u>2019</u> | <u>2019</u> |
| | Unaudited | | |
| <u>Selected Financial Condition Data:</u> | | | |
| Total assets | \$ 671,967 | \$ 637,024 | \$ 641,552 |
| Cash and cash equivalents | 52,127 | 32,713 | 25,406 |
| Loans receivable, net | 522,024 | 506,074 | 517,435 |
| Allowance for loan losses | (7,111) | (6,754) | (6,800) |
| Investment securities available-for-sale (at fair value) | 57,164 | 60,820 | 60,014 |
| Investment securities held-to-maturity (at cost) | 200 | 205 | 205 |
| Deposits | 496,716 | 479,136 | 477,127 |
| Short-term borrowings | 25,522 | 23,068 | 25,892 |
| Long-term borrowings | 75,000 | 65,000 | 65,000 |
| Junior subordinated debentures | 10,086 | 10,111 | 10,111 |
| Stockholders' equity | 61,009 | 56,629 | 60,661 |
| Book value per share | \$ 10.94 | \$ 10.08 | \$ 10.83 |
| Shares outstanding | 5,579 | 5,618 | 5,599 |
| | For the Three | | |
| | Months Ended March 31, | | |
| | <u>2020</u> | <u>2019</u> | |
| | Unaudited | | |
| <u>Selected Operating Data:</u> | | | |
| Total interest income | \$ 6,431 | \$ 6,276 | |
| Total interest expense | 1,973 | 1,720 | |
| Net interest income | 4,458 | 4,556 | |
| Provision for loan losses | 21 | 149 | |
| Net interest income after provision for loan losses | 4,437 | 4,407 | |
| Fees and service charges | 31 | 29 | |
| Net gains on sales of mortgage loans | 35 | 4 | |
| Net (losses) gains on equity securities | (212) | 94 | |
| Earnings from bank-owned life insurance | 103 | 93 | |
| Other income | 360 | 172 | |
| Total non-interest income | 317 | 392 | |
| Total non-interest expense | 2,544 | 2,322 | |
| Income before income taxes | 2,210 | 2,477 | |
| Income tax expense | 439 | 519 | |
| Net income | \$ 1,771 | \$ 1,958 | |
| Earnings per share – basic | \$ 0.32 | \$ 0.35 | |
| Earnings per share – diluted | \$ 0.28 | \$ 0.31 | |
| Weighted average shares outstanding for earnings per share calculation – basic | 5,590 | 5,579 | |
| - diluted | 6,748 | 6,743 | |

American Bank Incorporated

Selected Financial Information Unaudited

| | For the Three Months Ended March 31, | |
|--|---|-------------|
| | 2020 | 2019 |
| <u>Performance Ratios</u> ⁽¹⁾ : | | |
| Return on assets (ratio of net income to average total assets) | 1.09% | 1.27% |
| Return on equity (ratio of net income to average equity) | 11.44% | 13.85% |
| Net interest margin (ratio of net interest income divided by average earning assets) | 2.91% | 3.13% |
| Ratio of operating expense to average total assets | 1.57% | 1.51% |
| Efficiency ratio (ratio of operating expenses divided by net interest income plus non-interest income) | 53.28% | 46.93% |
| | <u>At March 31,</u> | |
| | 2020 | 2019 |
| <u>Asset Quality Ratios:</u> | | |
| Non-accruing loans to loans receivable at end of period | 0.09% | 0.09% |
| Allowance for loan losses to non-accruing loans | 1,560.72% | 1,550.41% |
| Allowance for loan losses to loans receivable | 1.34% | 1.32% |
| <u>Regulatory Capital Ratios - Company:</u> | | |
| Common equity Tier I to risk weighted assets | 10.55% | 10.07% |
| Tier I to average assets | 10.70% | 10.64% |
| Tier I to risk weighted assets | 12.26% | 11.83% |
| Total capital to risk weighted assets | 13.51% | 13.05% |
| <u>Regulatory Capital Ratios - Bank:</u> | | |
| Common equity Tier I to risk weighted assets | 12.20% | 11.66% |
| Tier I to average assets | 10.65% | 10.50% |
| Tier I to risk weighted assets | 12.20% | 11.66% |
| Total capital to risk weighted assets | 13.45% | 12.88% |

⁽¹⁾ Ratios for three month periods are annualized.