

American Bank Incorporated

Selected Financial Information

(In thousands, except per share data)

	<u>June 30,</u>		<u>December 31,</u>	
	<u>2020</u>	<u>2019</u>	<u>2019</u>	
	Unaudited		Audited	
<u>Selected Financial Condition Data:</u>				
Total assets	\$ 713,097	\$ 637,824	\$ 641,552	
Cash and cash equivalents	27,276	33,182	25,406	
Loans receivable, net	593,379	511,128	517,435	
Allowance for loan losses	(7,145)	(6,766)	(6,800)	
Investment securities available-for-sale (at fair value)	53,402	56,234	60,014	
Investment securities held-to-maturity (at cost)	200	205	205	
Deposits	539,790	476,786	477,127	
Short-term borrowings	18,983	25,242	25,892	
Long-term borrowings	77,855	65,181	65,000	
Junior subordinated debentures	10,086	10,111	10,111	
Stockholders' equity	62,171	58,045	60,661	
Book value per share	\$ 11.15	\$ 10.34	\$ 10.83	
Shares outstanding	5,578	5,612	5,599	
	<u>For the Three</u>		<u>For the Six</u>	
	<u>Months Ended June 30,</u>		<u>Months Ended June 30,</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
	Unaudited		Unaudited	
<u>Selected Operating Data:</u>				
Total interest income	\$ 6,084	\$ 6,520	\$ 12,515	\$ 12,796
Total interest expense	1,736	1,876	3,709	3,596
Net interest income	4,348	4,644	8,806	9,200
Provision for loan losses	34	12	55	161
Net interest income after provision for loan losses	4,314	4,632	8,751	9,039
Fees and service charges	14	29	45	58
Net (losses) gains on equity securities	(38)	(16)	(250)	78
Net gains on sales of mortgage loans	45	13	80	17
Earnings from bank-owned life insurance	92	91	195	184
Other income	248	225	608	397
Total non-interest income	361	342	678	734
Total non-interest expense	2,661	2,519	5,205	4,841
Income before income taxes	2,014	2,455	4,224	4,932
Income tax expense	408	508	847	1,027
Net income	\$ 1,606	\$ 1,947	\$ 3,377	\$ 3,905
Earnings per share – basic	\$ 0.29	\$ 0.35	\$ 0.61	\$ 0.70
Earnings per share – diluted	\$ 0.26	\$ 0.30	\$ 0.54	\$ 0.61
Weighted average shares outstanding for earnings per share calculation – basic	5,595	5,580	5,582	5,576
– diluted	6,754	6,743	6,740	6,739

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	For the Three		For the Six	
	Months Ended June 30,		Months Ended June 30,	
	2020	2019	2020	2019
	Unaudited		Unaudited	
<u>Performance Ratios</u> ⁽¹⁾ :				
Return on assets (ratio of net income to average total assets)	0.91%	1.24%	1.00%	1.25%
Return on equity (ratio of net income to average equity)	10.32%	13.45%	10.88%	13.65%
Net interest margin (ratio of net interest income divided by average earning assets)	2.61%	3.13%	2.76%	3.13%
Ratio of operating expense to average total assets	1.51%	1.60%	1.54%	1.55%
Efficiency ratio (ratio of operating expenses divided by net interest income plus non-interest income)	56.91%	50.50%	54.88%	48.73%
	At June 30,			
	2020	2019		
<u>Asset Quality Ratios:</u>				
Non-accruing loans to loans receivable at end of period	0.08%	0.06%		
Allowance for loan losses to non-accruing loans	1,568.47%	2,192.42%		
Allowance for loan losses to loans receivable	1.19%	1.31%		
<u>Regulatory Capital Ratios – Company:</u>				
Common equity Tier I to risk weighted assets	9.77%	10.18%		
Tier I to average assets	10.14%	10.69%		
Tier I to risk weighted assets	11.32%	11.91%		
Total capital to risk weighted assets	12.46%	13.12%		
<u>Regulatory Capital Ratios – Bank:</u>				
Common equity Tier I to risk weighted assets	11.26%	11.76%		
Tier I to average assets	10.22%	10.56%		
Tier I to risk weighted assets	11.26%	11.76%		
Total capital to risk weighted assets	12.40%	12.97%		

⁽¹⁾ Ratios for three and six month periods are annualized.