

Partners Bank of California
Statements of Financial Condition

(unaudited, dollars in thousands)

	September 30,	September 30,	Variance	
	2017	2016	\$	%*
Assets:				
Cash and cash equivalents	\$ 33,350	\$ 16,374	\$ 16,976	103.7%
Investment securities available for sale	13,737	16,615	(2,878)	-17.3%
Loans held for investment	153,596	142,335	11,261	7.9%
Allowance for loan losses	(3,729)	(2,414)	(1,315)	54.5%
Loans, net	149,867	139,921	9,946	7.1%
Other assets	4,503	4,828	(325)	-6.7%
Total assets	\$ 201,457	\$ 177,738	\$ 23,719	13.3%
Liabilities:				
Deposits				
Noninterest-bearing deposits	\$ 83,636	\$ 78,308	\$ 5,328	6.8%
Savings, NOW and money market accounts	58,787	47,851	10,936	22.9%
Certificates of deposit	35,294	18,906	16,388	86.7%
Total deposits	177,717	145,065	32,652	22.5%
FHLB advances and other borrowings	-	10,000	(10,000)	nm
Other liabilities	861	666	195	29.3%
Total liabilities	178,578	155,731	22,847	14.7%
Stockholders' Equity:				
Common stock	26,501	26,459	42	0.2%
Additional paid-in capital	1,397	1,179	218	18.5%
Accumulated deficit	(5,040)	(5,770)	730	-12.7%
	22,858	21,868	990	4.5%
Accumulated other comprehensive income (loss)	21	139	(118)	-84.9%
Total stockholders' equity	22,879	22,007	872	4.0%
Total liabilities and stockholders' equity	\$ 201,457	\$ 177,738	\$ 23,719	13.3%

Partners Bank of California
Statements of Income

(unaudited, dollars in thousands)

	For the Nine Months Ended		Variance	
	September 30,	September 30,	\$	%*
	2017	2016		
Interest income	\$ 6,052	\$ 4,901	\$ 1,151	23.5%
Interest expense	593	395	198	50.1%
Net interest income before provision for loan losses	5,459	4,506	953	21.1%
Provision for loan losses	1,018	134	884	659.7%
Net interest income after provision for loan losses	4,441	4,372	69	1.6%
Noninterest income	225	168	57	33.9%
Noninterest expense	3,764	3,476	288	8.3%
Income before income tax provision	902	1,064	(162)	-15.2%
Income tax provision	423	490	(67)	-13.7%
Net income	\$ 479	\$ 574	\$ (95)	-16.6%

*nm - not meaningful