



FOR IMMEDIATE RELEASE

Private Bancorp of America, Inc. Announces Strong Net Income and Earnings Per Share for Second Quarter 2025

Second Quarter 2025 Highlights

- Net income for the second quarter of 2025 was \$10.4 million, compared to \$10.6 million in the prior quarter and \$7.8 million in the second quarter of 2024. Net income increased 33.5% year over year
- Net income for the second quarter of 2025 represents a return on average assets of 1.69% and a return on average tangible common equity of 17.44%
- Diluted earnings per share for the second quarter of 2025 was \$1.77, compared to \$1.80 in the prior quarter and \$1.35 in the second quarter of 2024
- Core deposits were \$2.07 billion as of June 30, 2025, an increase of \$22.0 million or 1.1% from March 31, 2025. Core deposits increased \$327.6 million or 18.8% year over year. Total deposits were \$2.16 billion as of June 30, 2025, a decrease of \$29.2 million or 1.3% from March 31, 2025, which included a reduction in brokered deposits of \$51.2 million. Total deposits increased 8.1% year over year
- Total cost of deposits was 2.08% for the second quarter of 2025, a decrease from 2.22% in the prior quarter and 2.67% in the second quarter of 2024, an improvement of 6.4% quarter over quarter and 22.3% year over year. The spot rate for total deposits was 2.04% as of June 30, 2025, compared to 2.11% at March 31, 2025. Total cost of funding sources was 2.14% for the second quarter of 2025, a decrease from 2.29% in the prior quarter and 2.78% in the second quarter of 2024
- Loans held-for-investment (“HFI”) totaled \$2.08 billion as of June 30, 2025, an increase of \$2.4 million or 0.1% from March 31, 2025. Loans HFI increased 5.1% year over year
- Net interest margin was 4.94% for the second quarter of 2025, compared to 4.61% in the prior quarter and 4.48% in the second quarter of 2024
- Provision for credit losses for the second quarter of 2025 was \$1.3 million, compared to \$0.3 million for the prior quarter and \$2.1 million for the second quarter of 2024. The allowance for loan losses was 1.35% of loans HFI as of June 30, 2025 compared to 1.27% at March 31, 2025
- As of June 30, 2025, criticized loans totaled \$58.2 million, or 2.79% of total loans, up from \$40.8 million, or 1.96% of total loans, in the prior quarter
- Tangible book value per share was \$42.20 as of June 30, 2025, an increase of \$1.91 since March 31, 2025 primarily as a result of strong earnings. Tangible book value per share increased 4.7% quarter-over-quarter and 21.8% year over year.

La Jolla, Calif. – July 17, 2025 (GLOBE NEWSWIRE) - Private Bancorp of America, Inc. (OTCQX: PBAM), (“Company”) and CalPrivate Bank (“Bank”) announced unaudited financial results for the second fiscal quarter ended June 30, 2025. The Company reported net income of \$10.4 million, or \$1.77 per diluted share, for the second quarter of 2025, compared to \$10.6 million, or \$1.80 per diluted share, in the prior quarter, and \$7.8 million, or \$1.35 per diluted share, in the second quarter of 2024.

Rick Sowers, President and CEO of the Company and the Bank stated, “Earnings continue to be strong as a result of improvement in our deposit base and funding costs as well as an industry leading net interest margin. Although 2025 has been a slower year for loan growth due to economic uncertainty and what we view as unreasonable market loan pricing, we are adding new Relationships across our footprint by delivering Distinctively Different Service and providing Clients with customized Solutions that meet their individual needs. We have onboarded 8 new Relationship focused Team Members this quarter, with more in the pipeline. We are strong believers in the Southern California market, as demonstrated by our new Santa Barbara County office in Montecito, which we anticipate opening in the third quarter.”

Sowers added, “The Bank's superior financial performance and industry leading service metrics continue to be recognized by industry publications and our Clients. This recognition reinforces our strategic thinking and our dedication to excellence, innovation, delivering Client-focused banking solutions and enhancing shareholder value:

- Top 20 Community Banks in the US for 2025 by American Banker with assets between \$2B and \$10B in assets and #2 in California
- #1 for both Return on Assets (ROA) and Return on Equity (ROE) among banks with less than \$5 billion in assets in 2024
- #1 SBA 504 Community Bank Lender in the United States
- #10 Best U.S. Bank by Bank Director's RankingBanking®
- Client Net Promoter Score of 81 (World Class)
- Bauer 5 Star Rating
- 2025 Best 50 OTCQX

“Management has continued to focus on providing clients with a differentiated superior banking experience while producing industry leading shareholder value creation. Client surveys validate superior service levels while financial results remain in the top tier of banks nationally. Outstanding net interest margin and superior efficiency ratios confirm both the bank's unique client relationship strategy, calculated decision making, and the effective operating systems that have resulted from our continuous improvement focus through project management, product evaluation, and technology implementation programs. In preparation for a less certain general economic environment, we have continued to invest in people and technology. We expanded our geographic footprint into Santa Barbara County and added relationship managers throughout Southern California, and management is preparing for and evaluating a wave of newer technologies including AI and risk management tools. In addition, our Team takes pride in continuing to commit their time and the bank's financial support for non-profits in the communities we serve, in gratitude for these organizations' outstanding work to strengthen their communities by improving the lives of those they serve,” said Selwyn Isakow, Chairman of the Board of the Company and the Bank.

STATEMENT OF INCOME

Net Interest Income

Net interest income for the second quarter of 2025 totaled \$30.1 million, an increase of \$2.4 million or 8.6% from the prior quarter and an increase of \$5.4 million or 22.1% from the second quarter of 2024. The increase from the prior quarter was due to a \$1.7 million increase in interest income, which included \$0.7 million of nonaccrual interest recognized on loans that were fully satisfied through a foreclosure, and a \$0.7 million decrease in interest expense, resulting from a 19 basis point reduction in the cost of interest-bearing liabilities, primarily driven by a 14 basis point decrease in the cost of total deposits.

Net Interest Margin

Net interest margin for the second quarter of 2025 was 4.94%, compared to 4.61% for the prior quarter and 4.48% in the second quarter of 2024. The 33 basis point increase in net interest margin from the prior quarter was primarily due to a higher average yield on loans, which included the effect of an 11 basis point increase in net interest margin due to nonaccrual interest recognized on loans that were fully satisfied through foreclosure, and a decrease in the cost of total funding sources. The yield on interest-earning assets was 6.89% for the second quarter of 2025 compared to 6.70% for the prior quarter, and the cost of interest-bearing liabilities was 2.95% for the second quarter of 2025 compared to 3.14% in the prior quarter. The cost of total deposits was 2.08% for the second quarter of 2025 compared to 2.22% in the prior quarter. The cost of core deposits, which excludes brokered deposits, was 1.94% in the second quarter of 2025 compared to 1.99% in the prior quarter and 2.28% for the second quarter of 2024. The spot rate for total deposits was 2.04% as of June 30, 2025, compared to 2.11% at March 31, 2025.

Provision for Credit Losses

Provision expense for credit losses for the second quarter of 2025 was \$1.3 million, compared to \$0.3 million in the prior quarter and \$2.1 million in the second quarter of 2024. The provision expense for loans HFI for the second quarter of 2025 was \$1.7 million, primarily reflecting a \$1.1 million increase in the specific reserve for a nonaccrual loan, as well as quarterly adjustments to CECL model inputs stemming from changes in loan risk ratings and a weakening economic outlook for Southern California. This was offset by a \$0.4 million reversal for unfunded commitments due to increased line of credit utilization that resulted in lower unfunded commitment balances. For more details, please refer to the “Asset Quality” section below.

Noninterest Income

Noninterest income was \$1.7 million for the second quarter of 2025, compared to \$1.6 million in the prior quarter and \$1.5 million in the second quarter of 2024. U.S. Small Business Administration ("SBA") loan sales for the second quarter of 2025 were \$9.5 million with a 10.01% average trade premium resulting in a net gain on sale of \$523 thousand, compared with \$8.3 million with a 10.86% average trade premium resulting in a net gain on sale of \$469 thousand in the prior quarter.

Noninterest Expense

Noninterest expense was \$15.7 million for the second quarter of 2025, compared to \$14.1 million in the prior quarter and \$13.0 million in the second quarter of 2024. The increase in noninterest expense from the prior quarter is primarily due to higher compensation and benefits costs from continued hiring, including a team of bankers in Montecito, as well as elevated professional services expenses related to expanded loan portfolio reviews performed during the quarter as we proactively manage credit risk and the transition to a new Chief Credit Officer. The efficiency ratio was 49.27% for the second quarter of 2025 compared to 47.90% in the prior quarter and 49.46% in the second quarter of 2024. The slight increase in the efficiency ratio from the prior quarter was due to the increase in noninterest expense.

The Company remains committed to making investments in the business, including technology, marketing, and staffing. Inflationary pressures and low unemployment continue to have an impact on rising wages as well as increased costs related to third party service providers, which we proactively monitor and manage.

Provision for Income Tax Expense

Provision for income tax expense was \$4.4 million for the second quarter of 2025, compared to \$4.4 million for the prior quarter. The effective tax rate for the second quarter of 2025 was 29.7%, compared to 29.5% in the prior quarter and 29.5% in the second quarter of 2024.

STATEMENT OF FINANCIAL CONDITION

As of June 30, 2025, total assets were \$2.45 billion, a decrease of \$28.0 million since March 31, 2025. The decrease in assets from the prior quarter was primarily due to lower cash and due from banks, partially offset by higher investment securities and loans receivable. Our total cash and due from banks decreased to \$140.6 million as of June 30, 2025, a decrease of \$77.9 million or 35.6% since March 31, 2025, primarily due to purchases of investment securities and a decrease in brokered deposits and borrowings. Investment securities available-for-sale ("AFS") were \$188.8 million as of June 30, 2025, an increase of \$32.5 million or 20.8% since March 31, 2025, primarily as a result of new securities purchased. As of June 30, 2025, the net unrealized loss on the AFS investment securities portfolio, which is comprised mostly of US Treasury and Government Agency debt, was \$9.0 million (pre-tax) compared to a loss of \$10.1 million (pre-tax) as of March 31, 2025. The average duration of the Bank's AFS portfolio is 3.9 years. The Company has no held-to-maturity securities. Loans HFI totaled \$2.08 billion as of June 30, 2025, an increase of \$2.4 million or 0.1% since March 31, 2025, primarily due to growth in investor owned commercial real estate ("CRE") and SBA loans, partially offset by decreased construction and commercial and industrial ("C&I") loan balances.

Total deposits were \$2.16 billion as of June 30, 2025, a decrease of \$29.2 million since March 31, 2025. During the quarter, core deposits increased by \$22.0 million, which was driven by a \$19.6 million increase in interest-bearing core deposits (including balances in the IntraFi ICS and CDARS programs) and a \$2.4 million increase in noninterest-bearing core deposits. The deposit mix has continued to shift due to short-term interest rates remaining elevated compared to recent years. Noninterest-bearing deposits represent 29.0% of total core deposits. Offsetting the increase to total deposits from core deposits, brokered deposits decreased by \$51.2 million. Uninsured deposits, net of collateralized and fiduciary deposit accounts, represent 50.6% of total deposits as of June 30, 2025.

As of June 30, 2025, total available liquidity was \$2.1 billion or 194.5% of uninsured deposits, net of collateralized and fiduciary deposit accounts. Total available liquidity is comprised of \$321 million of on-balance sheet liquidity (cash and investment securities) and \$1.8 billion of unused borrowing capacity.

Asset Quality and Allowance for Credit Losses ("ACL")

As of June 30, 2025, the allowance for loan losses was \$28.2 million or 1.35% of loans HFI, compared to \$26.4 million or 1.27% of loans HFI as of March 31, 2025. The increase in the coverage ratio from March 31, 2025 is due primarily to a \$1.1 million increase in the specific reserve for a nonaccrual loan, as well as quarterly adjustments to CECL model inputs stemming from changes in loan risk ratings and a weakening economic outlook for Southern California. The Company continues to have strong credit metrics and its nonperforming assets are 0.66% of total assets as of June 30, 2025 compared to 0.63% as of March 31, 2025. The reserve for unfunded commitments was \$0.9 million as of June 30, 2025, compared to \$1.3 million as of March 31, 2025. The decrease in the reserve for

unfunded commitments was due to lower unfunded commitment balances (driven by higher credit line usage). Given the credit quality of the loan portfolio, management believes we are sufficiently reserved.

At June 30, 2025 and March 31, 2025, there were no doubtful credits and classified assets were \$36.2 million and \$27.8 million, respectively. Total classified assets consisted of 26 loans as of June 30, 2025, which included 17 loans totaling \$22.5 million secured by real estate with total specific reserves of \$1.1 million and a weighted average LTV of 56.6%. The remaining 9 loans were \$13.7 million of commercial and industrial loans, one of which was an unsecured loan on nonaccrual status with a carrying value of \$1.5 million and a specific reserve of \$1.0 million (the loan is recorded net of a \$1.1 million partial charge off recorded in the first quarter of 2025).

The Bank's loan portfolio does include assets that are in the affected areas of Los Angeles devastated by wildfires. Of these loans, two relationships with loan balances totaling \$34.1 million have been placed on payment deferral. However, based on assessments performed to date, management does not believe there is a material impact to the financial statements.

Capital Ratios ⁽²⁾

The Bank's capital ratios were in excess of the levels established for "well capitalized" institutions and are as follows:

	June 30, 2025 ⁽²⁾	March 31, 2025
CalPrivate Bank		
Tier I leverage ratio	10.70%	10.35%
Tier I risk-based capital ratio	12.12%	11.75%
Total risk-based capital ratio	13.37%	13.00%

(2) *June 30, 2025 capital ratios are preliminary and subject to change.*

CalPrivate Bank Announces Board of Directors Changes

During the second quarter, Thomas Wornham and Richard Smith concluded their service on the Bank's Board of Directors. The Bank extends its sincere gratitude to Mr. Wornham and Mr. Smith for their contributions and dedication during their tenure. Neither individual served on the Company's Board of Directors. Mr. Smith continues his business development activities for the Bank.

About Private Bancorp of America, Inc. (OTCQX: PBAM)

PBAM is the holding company for CalPrivate Bank, which operates offices in Coronado, San Diego, La Jolla, Newport Beach, El Segundo, Beverly Hills, and coming soon, Montecito, as well as through efficient digital banking services. CalPrivate Bank is driven by its core values of building client Relationships based on superior funding Solutions, unparalleled Service, and mutual Trust. The Bank caters to high-net-worth individuals, professionals, closely-held businesses, and real estate entrepreneurs, delivering a *Distinctly Different*[™] personalized banking experience while leveraging cutting-edge technology to enhance our clients' evolving needs. CalPrivate Bank is in the top tier of customer service survey ratings in the nation, scoring almost 3x higher than the median domestic bank. The Bank offers comprehensive deposit and treasury services, rapid and creative loan options including various portfolio and government-guaranteed lending programs, cross border banking, and innovative, unique technologies that drive enhanced client performance. CalPrivate Bank has been recognized by Bank Director's RankingBanking® as the 10th best bank in the country and the #1 bank in its asset class for both return on assets (ROA) and return on equity (ROE). CalPrivate Bank was also ranked in the top 5% of banks in the U.S. with assets between \$2B and \$10B by American Banker. Additionally, CalPrivate Bank is a Bauer Financial 5-star rated bank, an SBA Preferred Lender, and has been honored as Community Bank 504 Lender of the Year by the NADCO Community Impact Awards, exemplifying excellence in the banking industry. These prestigious rankings highlight the Bank's commitment to delivering exceptional banking services and setting new industry standards.

CalPrivate Bank's website is www.calprivate.bank.

Non-GAAP Financial Measures

This press release contains certain non-GAAP financial measures in addition to results presented in accordance with GAAP, including efficiency ratio, pretax pre-provision net revenue, average tangible common equity and return on average tangible common equity. The Company uses certain non-GAAP financial measures to provide meaningful supplemental information regarding the Company's results of operations and financial condition and to enhance investors' overall understanding of such results of operations and financial condition, to permit investors to effectively analyze financial trends of our business activities, and to enhance comparability

with peers across the financial services sector. These non-GAAP financial measures should be considered in addition to, not as a substitute for or superior to, financial measures prepared in accordance with GAAP and should be read in conjunction with the Company's GAAP financial information. A reconciliation of the most comparable GAAP financial measures to non-GAAP financial measures is included in the accompanying financial tables.

Investor Relations Contacts

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Safe Harbor Paragraph

This communication contains expressions of expectations, both implied and explicit, that are "forward-looking statements" within the meaning of such term in the Private Securities Litigation Reform Act of 1995. We caution you that a number of important factors could cause actual results to differ materially from those in the forward-looking statements, especially given the current turmoil in the banking and financial markets. These factors include the effects of depositors withdrawing funds unexpectedly, counterparties being unable to provide liquidity sources that we believe should be available, loan losses, economic conditions and competition in the geographic and business areas in which Private Bancorp of America, Inc. operates, including competition in lending and deposit acquisition, the unpredictability of fee income from participation in SBA loan programs, the effects of bank failures, liquidations and mergers in our markets and nationally, our ability to successfully integrate and develop business through the addition of new personnel, whether our efforts to expand loan, product and service offerings will prove profitable, system failures and data security, whether we can effectively secure and implement new technology solutions, inflation, fluctuations in interest rates, legislation and governmental regulation. You should not place undue reliance on forward-looking statements, and we undertake no obligation to update those statements whether as a result of changes in underlying factors, new information, future events or otherwise. These factors could cause actual results to differ materially from what we anticipate or project. You should not place undue reliance on any such forward-looking statement, which speaks only as of the date on which it was made. Although we believe in good faith the assumptions and bases supporting our forward-looking statements to be reasonable, there can be no assurance that those assumptions and bases will prove accurate.

PRIVATE BANCORP OF AMERICA, INC.
CONSOLIDATED BALANCE SHEET
(Unaudited)
(Dollars in thousands)

	Jun 30, 2025	Mar 31, 2025	Jun 30, 2024
Assets			
Cash and due from banks	\$ 26,215	\$ 34,720	\$ 13,545
Interest-bearing deposits in other financial institutions	14,715	16,155	12,502
Interest-bearing deposits at Federal Reserve Bank	99,689	167,606	132,330
Total cash and due from banks	140,619	218,481	158,377
Interest-bearing time deposits with other institutions	4,270	4,213	4,097
Investment debt securities available for sale	188,821	156,346	121,725
Loans held for sale	8,826	2,066	-
Loans, net of deferred fees and costs and unaccreted discounts	2,081,063	2,078,653	1,979,720
Allowance for loan losses	(28,178)	(26,437)	(26,591)
Loans held-for-investment, net of allowance	2,052,885	2,052,216	1,953,129
Federal Home Loan Bank stock, at cost	10,652	9,586	9,586
Operating lease right of use assets	7,254	6,383	4,719
Premises and equipment, net	2,213	2,432	2,207
Servicing assets, net	1,964	1,993	2,164
Accrued interest receivable	8,624	8,148	7,906
Other assets	28,752	21,009	21,774
Total assets	\$ 2,454,880	\$ 2,482,873	\$ 2,285,684
Liabilities and Shareholders' Equity			
Liabilities			
Noninterest bearing	\$ 601,473	\$ 599,095	\$ 557,055
Interest bearing	1,561,407	1,593,014	1,444,671
Total deposits	2,162,880	2,192,109	2,001,726
FHLB borrowings	11,000	16,000	48,000
Other borrowings	17,972	17,970	17,965
Accrued interest payable and other liabilities	16,089	21,559	16,551
Total liabilities	2,207,941	2,247,638	2,084,242
Shareholders' equity			
Common stock	76,398	76,156	74,636
Additional paid-in capital	4,009	3,712	3,717
Retained earnings	172,849	162,462	132,179
Accumulated other comprehensive (loss) income, net	(6,317)	(7,095)	(9,090)
Total shareholders' equity	246,939	235,235	201,442
Total liabilities and shareholders' equity	\$ 2,454,880	\$ 2,482,873	\$ 2,285,684

PRIVATE BANCORP OF AMERICA, INC.
CONSOLIDATED STATEMENTS OF INCOME
(Unaudited)
(Dollars in thousands, except per share amounts)

	For the three months ended			Year to Date	
	Jun 30, 2025	Mar 31, 2025	Jun 30, 2024	Jun 30, 2025	Jun 30, 2024
Interest Income					
Loans	\$ 38,004	\$ 36,565	\$ 35,538	\$ 74,569	\$ 68,544
Investment securities	1,800	1,505	1,090	3,305	2,069
Deposits in other financial institutions	2,184	2,198	2,034	4,382	3,833
Total interest income	41,988	40,268	38,662	82,256	74,446
Interest Expense					
Deposits	11,376	11,899	13,040	23,275	25,170
Borrowings	499	637	952	1,136	1,838
Total interest expense	11,875	12,536	13,992	24,411	27,008
Net interest income	30,113	27,732	24,670	57,845	47,438
Provision for credit losses	1,293	299	2,136	1,592	2,369
Net interest income after provision for credit losses	28,820	27,433	22,534	56,253	45,069
Noninterest income:					
Service charges on deposit accounts	591	557	430	1,148	818
Net gain on sale of loans	523	469	661	992	1,342
Other noninterest income	616	587	447	1,203	804
Total noninterest income	1,730	1,613	1,538	3,343	2,964
Noninterest expense:					
Compensation and employee benefits	10,319	9,748	8,836	20,067	17,697
Occupancy and equipment	840	844	822	1,684	1,592
Data processing	1,396	1,326	1,183	2,722	2,241
Professional services	939	508	424	1,447	912
Other expenses	2,195	1,629	1,697	3,824	3,303
Total noninterest expense	15,689	14,055	12,962	29,744	25,745
Income before provision for income taxes	14,861	14,991	11,110	29,852	22,288
Provision for income taxes	4,412	4,429	3,283	8,841	6,577
Net income	<u>\$ 10,449</u>	<u>\$ 10,562</u>	<u>\$ 7,827</u>	<u>\$ 21,011</u>	<u>\$ 15,711</u>
Net income available to common shareholders	<u>\$ 10,361</u>	<u>\$ 10,482</u>	<u>\$ 7,761</u>	<u>\$ 20,834</u>	<u>\$ 15,595</u>
Earnings per share					
Basic earnings per share	\$ 1.80	\$ 1.83	\$ 1.36	\$ 3.63	\$ 2.74
Diluted earnings per share	\$ 1.77	\$ 1.80	\$ 1.35	\$ 3.57	\$ 2.71
Average shares outstanding	5,754,872	5,734,688	5,702,938	5,744,836	5,688,135
Diluted average shares outstanding	5,837,537	5,826,229	5,762,616	5,830,897	5,755,250

PRIVATE BANCORP OF AMERICA, INC.
Consolidated average balance sheet, interest, yield and rates
(Unaudited)
(Dollars in thousands)

	Jun 30, 2025			For the three months ended Mar 31, 2025			Jun 30, 2024		
	Average Balance	Interest	Average Yield/Rate	Average Balance	Interest	Average Yield/Rate	Average Balance	Interest	Average Yield/Rate
Interest-Earnings Assets									
Deposits in other financial institutions	\$ 191,701	\$ 2,184	4.57%	\$ 202,907	\$ 2,198	4.39%	\$ 152,563	\$ 2,034	5.36%
Investment securities	182,772	1,800	3.94%	157,747	1,505	3.82%	123,876	1,090	3.52%
Loans, including LHFS	2,069,415	38,004	7.37%	2,078,588	36,565	7.13%	1,939,746	35,538	7.37%
Total interest-earning assets	2,443,888	41,988	6.89%	2,439,242	40,268	6.70%	2,216,185	38,662	7.02%
Noninterest-earning assets	43,336			28,536			25,675		
Total Assets	<u>\$2,487,224</u>			<u>\$2,467,778</u>			<u>\$2,241,860</u>		
Interest-Bearing Liabilities									
Interest bearing DDA, excluding brokered	242,929	814	1.34%	244,301	970	1.61%	130,361	463	1.43%
Savings & MMA, excluding brokered	1,002,820	7,130	2.85%	955,259	6,830	2.90%	845,856	7,354	3.50%
Time deposits, excluding brokered	218,900	2,097	3.84%	196,375	1,956	4.04%	164,714	1,690	4.13%
Total deposits, excluding brokered	1,464,649	10,041	2.75%	1,395,935	9,756	2.83%	1,140,931	9,507	3.35%
Total brokered deposits	120,935	1,335	4.43%	183,059	2,143	4.75%	284,290	3,533	5.00%
Total Interest-Bearing Deposits	1,585,584	11,376	2.88%	1,578,994	11,899	3.06%	1,425,221	13,040	3.68%
FHLB advances	12,868	139	4.33%	24,122	272	4.57%	47,373	581	4.93%
Other borrowings	17,973	360	8.03%	17,981	365	8.23%	17,966	371	8.31%
Total Interest-Bearing Liabilities	1,616,425	11,875	2.95%	1,621,097	12,536	3.14%	1,490,560	13,992	3.78%
Noninterest-bearing deposits	609,760			594,408			535,878		
Total Funding Sources	2,226,185	11,875	2.14%	2,215,505	12,536	2.29%	2,026,438	13,992	2.78%
Noninterest-bearing liabilities	18,804			21,542			16,334		
Shareholders' equity	242,235			230,731			199,088		
Total Liabilities and Shareholders' Equity	<u>\$2,487,224</u>			<u>\$2,467,778</u>			<u>\$2,241,860</u>		
Net interest income/spread		<u>\$ 30,113</u>	4.75%		<u>\$ 27,732</u>	4.41%		<u>\$ 24,670</u>	4.24%
Net interest margin			4.94%			4.61%			4.48%

PRIVATE BANCORP OF AMERICA, INC.
Consolidated average balance sheet, interest, yield and rates
(Unaudited)
(Dollars in thousands)

	Year to Date					
	Jun 30, 2025			Jun 30, 2024		
	Average Balance	Interest	Average Yield/Rate	Average Balance	Interest	Average Yield/Rate
Interest-Earnings Assets:						
Deposits in other financial institutions	\$ 197,273	\$ 4,382	4.48%	\$ 144,037	\$ 3,833	5.35%
Investment securities	170,328	3,305	3.88%	121,783	2,069	3.40%
Loans	2,073,976	74,569	7.25%	1,904,028	68,544	7.24%
Total interest-earning assets	2,441,577	82,256	6.79%	2,169,848	74,446	6.90%
Noninterest-earning assets	35,977			25,571		
Total Assets	\$ 2,477,554			\$ 2,195,419		
Interest-Bearing Liabilities						
Interest bearing DDA, excluding brokered	243,611	1,784	1.48%	120,100	904	1.51%
Savings & MMA, excluding brokered	979,170	13,960	2.88%	805,813	13,775	3.44%
Time deposits, excluding brokered	207,699	4,053	3.94%	160,208	3,273	4.11%
Total deposits, excluding brokered	1,430,480	19,797	2.79%	1,086,121	17,952	3.32%
Total brokered deposits	151,825	3,478	4.62%	286,088	7,218	5.07%
Total Interest-Bearing Deposits	1,582,305	23,275	2.97%	1,372,209	25,170	3.69%
FHLB advances	18,464	411	4.49%	48,653	1,195	4.94%
Other borrowings	17,977	725	8.13%	17,964	643	7.20%
Total Interest-Bearing Liabilities	1,618,746	24,411	3.04%	1,438,826	27,008	3.77%
Noninterest-bearing deposits	602,126			544,709		
Total Funding Sources	2,220,872	24,411	2.22%	1,983,535	27,008	2.74%
Noninterest-bearing liabilities	20,165			17,176		
Shareholders' equity	236,517			194,708		
Total Liabilities and Shareholders' Equity	\$ 2,477,554			\$ 2,195,419		
Net interest income/spread		<u>\$ 57,845</u>	4.57%		<u>\$ 47,438</u>	4.16%
Net interest margin			4.78%			4.40%

PRIVATE BANCORP OF AMERICA, INC.
Condensed Balance Sheets
(Unaudited)
(Dollars in thousands, except per share amounts)

	Jun 30, 2025	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024
Assets					
Cash and due from banks	\$ 140,619	\$ 218,481	\$ 163,876	\$ 207,174	\$ 158,377
Interest-bearing time deposits with other institutions	4,270	4,213	4,189	4,124	4,097
Investment securities	188,821	156,346	145,238	141,100	121,725
Loans held for sale	8,826	2,066	3,008	2,040	-
Total loans held-for-investment	2,081,063	2,078,653	2,085,149	2,012,457	1,979,720
Allowance for loan losses	(28,178)	(26,437)	(27,267)	(26,594)	(26,591)
Loans held-for-investment, net of allowance	2,052,885	2,052,216	2,057,882	1,985,863	1,953,129
Operating lease right of use assets	7,254	6,383	6,819	4,344	4,719
Premises and equipment, net	2,213	2,432	2,335	2,345	2,207
Other assets and interest receivable	49,992	40,736	40,664	39,383	41,430
Total assets	\$ 2,454,880	\$ 2,482,873	\$ 2,424,011	\$ 2,386,373	\$ 2,285,684
Liabilities and Shareholders' Equity					
Liabilities					
Noninterest Bearing	\$ 601,473	\$ 599,095	\$ 553,405	\$ 584,292	\$ 557,055
Interest Bearing	1,561,407	1,593,014	1,581,054	1,522,839	1,444,671
Total Deposits	2,162,880	2,192,109	2,134,459	2,107,131	2,001,726
Borrowings	28,972	33,970	45,969	45,967	65,965
Accrued interest payable and other liabilities	16,089	21,559	20,049	19,062	16,551
Total liabilities	2,207,941	2,247,638	2,200,477	2,172,160	2,084,242
Shareholders' equity					
Common stock	76,398	76,156	75,377	74,688	74,636
Additional paid-in capital	4,009	3,712	4,393	4,271	3,717
Retained earnings	172,849	162,462	152,252	141,623	132,179
Accumulated other comprehensive (loss) income	(6,317)	(7,095)	(8,488)	(6,369)	(9,090)
Total shareholders' equity	246,939	235,235	223,534	214,213	201,442
Total liabilities and shareholders' equity	\$ 2,454,880	\$ 2,482,873	\$ 2,424,011	\$ 2,386,373	\$ 2,285,684
Book value per common share	\$ 42.54	\$ 40.63	\$ 38.76	\$ 37.21	\$ 35.03
Tangible book value per common share ⁽¹⁾	\$ 42.20	\$ 40.29	\$ 38.40	\$ 36.87	\$ 34.65
Shares outstanding	5,805,286	5,789,306	5,766,810	5,756,207	5,751,143

(1) Non-GAAP measure. See GAAP to non-GAAP Reconciliation table.

PRIVATE BANCORP OF AMERICA, INC.
Condensed Statements of Income
(Unaudited)
(Dollars in thousands, except per share amounts)

	For the three months ended				
	Jun 30, 2025	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024
Interest income	\$ 41,988	\$ 40,268	\$ 40,430	\$ 40,018	\$ 38,662
Interest expense	11,875	12,536	13,023	14,311	13,992
Net interest income	30,113	27,732	27,407	25,707	24,670
Provision for credit losses	1,293	299	17	304	2,136
Net interest income after provision for credit losses	28,820	27,433	27,390	25,403	22,534
Service charges on deposit accounts	591	557	558	504	430
Net gain on sale of loans	523	469	932	587	661
Other noninterest income	616	587	456	343	447
Total noninterest income	1,730	1,613	1,946	1,434	1,538
Compensation and employee benefits	10,319	9,748	9,539	9,422	8,836
Occupancy and equipment	840	844	847	818	822
Data processing	1,396	1,326	1,195	1,238	1,183
Professional services	939	508	573	252	424
Other expenses	2,195	1,629	2,036	1,695	1,697
Total noninterest expense	15,689	14,055	14,190	13,425	12,962
Income before provision for income taxes	14,861	14,991	15,146	13,412	11,110
Income taxes	4,412	4,429	4,488	3,959	3,283
Net income	\$ 10,449	\$ 10,562	\$ 10,658	\$ 9,453	\$ 7,827
Net income available to common shareholders	\$ 10,361	\$ 10,482	\$ 10,573	\$ 9,373	\$ 7,761
Earnings per share					
Basic earnings per share	\$ 1.80	\$ 1.83	\$ 1.85	\$ 1.64	\$ 1.36
Diluted earnings per share	\$ 1.77	\$ 1.80	\$ 1.82	\$ 1.63	\$ 1.35
Average shares outstanding	5,754,872	5,734,688	5,716,291	5,707,723	5,702,938
Diluted average shares outstanding	5,837,537	5,826,229	5,813,197	5,767,401	5,762,616

	Performance Ratios				
	Jun 30, 2025	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024
ROAA	1.69%	1.74%	1.80%	1.62%	1.40%
ROAE	17.30%	18.56%	19.28%	18.00%	15.81%
ROATCE ⁽¹⁾	17.44%	18.74%	19.46%	18.18%	15.99%
Net interest margin	4.94%	4.61%	4.67%	4.44%	4.48%
Net interest spread	4.75%	4.41%	4.44%	4.20%	4.24%
Efficiency ratio ⁽¹⁾	49.27%	47.90%	48.34%	49.46%	49.46%
Noninterest expense / average assets	2.53%	2.31%	2.39%	2.29%	2.32%

(1) Non-GAAP measure. See GAAP to non-GAAP Reconciliation table.

PRIVATE BANCORP OF AMERICA, INC.
(Unaudited)

Selected Quarterly Average Balances (Dollars in thousands)					
For the three months ended					
	Jun 30, 2025	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024
Total assets	\$ 2,487,224	\$ 2,467,778	\$ 2,359,950	\$ 2,328,399	\$ 2,241,860
Earning assets	\$ 2,443,888	\$ 2,439,242	\$ 2,334,999	\$ 2,303,537	\$ 2,216,185
Total loans, including loans held for sale	\$ 2,069,415	\$ 2,078,588	\$ 2,036,178	\$ 1,989,748	\$ 1,939,746
Total deposits	\$ 2,195,344	\$ 2,173,402	\$ 2,071,050	\$ 2,047,197	\$ 1,961,099
Total shareholders' equity	\$ 242,235	\$ 230,731	\$ 219,963	\$ 208,889	\$ 199,088

Loan Balances by Type (Dollars in thousands)					
	Jun 30, 2025	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024
Commercial Real Estate (CRE):					
Investor owned	\$ 604,073	\$ 577,512	\$ 572,659	\$ 560,481	\$ 566,314
Owner occupied	223,558	228,232	223,442	221,364	216,876
Multifamily	160,902	163,218	162,330	175,387	177,390
Secured by single family	197,100	200,650	198,579	190,738	181,744
Land and construction	51,669	70,293	62,638	68,186	58,109
SBA secured by real estate	407,148	402,524	401,990	395,646	388,271
Total CRE	1,644,450	1,642,429	1,621,638	1,611,802	1,588,704
Commercial business:					
Commercial and industrial	404,489	417,258	441,182	383,874	378,161
SBA non-real estate secured	30,183	17,004	20,205	15,101	10,758
Total commercial business	434,672	434,262	461,387	398,975	388,919
Consumer	1,941	1,962	2,124	1,680	2,097
Total loans held for investment	\$ 2,081,063	\$ 2,078,653	\$ 2,085,149	\$ 2,012,457	\$ 1,979,720

Deposits by Type (Dollars in thousands)					
	Jun 30, 2025	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024
Noninterest-bearing DDA	\$ 601,473	\$ 599,095	\$ 553,405	\$ 584,292	\$ 557,055
Interest-bearing DDA, excluding brokered	251,701	257,720	251,594	182,268	156,253
Savings & MMA, excluding brokered	990,798	981,491	887,740	920,219	861,508
Time deposits, excluding brokered	227,129	210,845	201,851	186,583	168,664
Total deposits, excluding brokered	2,071,101	2,049,151	1,894,590	1,873,362	1,743,480
Total brokered deposits	91,779	142,958	239,869	233,769	258,246
Total deposits	\$ 2,162,880	\$ 2,192,109	\$ 2,134,459	\$ 2,107,131	\$ 2,001,726

PRIVATE BANCORP OF AMERICA, INC.
(Unaudited)

Rollforward of Allowance for Credit Losses (Dollars in thousands) For the three months ended					
	Jun 30, 2025	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024
Allowance for loan losses:					
Beginning balance	\$ 26,437	\$ 27,267	\$ 26,594	\$ 26,591	\$ 24,693
Provision for loan losses	1,741	460	673	3	1,994
Net (charge-offs) recoveries	-	(1,290)	-	-	(96)
Ending balance	28,178	26,437	27,267	26,594	26,591
Reserve for unfunded commitments	899	1,348	1,509	2,165	1,865
Total allowance for credit losses	<u>\$ 29,077</u>	<u>\$ 27,785</u>	<u>\$ 28,776</u>	<u>\$ 28,759</u>	<u>\$ 28,456</u>

Asset Quality (Dollars in thousands)					
	Jun 30, 2025	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024
Total loans held-for-investment	\$2,081,063	\$2,078,653	\$2,085,149	\$2,012,457	\$1,979,720
Allowance for loan losses	\$ (28,178)	\$ (26,437)	\$ (27,267)	\$ (26,594)	\$ (26,591)
30-89 day past due loans	\$ 4,842	\$ 2,399	\$ 1,952	\$ -	\$ -
90+ day past due loans	\$ 2,850	\$ 13,223	\$ 11,512	\$ 11,512	\$ 2,500
Nonaccrual loans	\$ 7,716	\$ 15,565	\$ 11,512	\$ 11,512	\$ 2,500
Other real estate owned (OREO)	\$ 8,568	\$ -	\$ -	\$ -	\$ -
NPAs / Total assets	0.66%	0.63%	0.47%	0.48%	0.11%
NPLs / Total loans held-for-investment	0.37%	0.75%	0.55%	0.57%	0.13%
Net quarterly charge-offs (recoveries)	\$ -	\$ 1,290	\$ -	\$ -	\$ 96
Net charge-offs (recoveries) /avg loans (annualized)	0.00%	0.25%	0.00%	0.00%	0.02%
Allowance for loan losses to loans HFI	1.35%	1.27%	1.31%	1.32%	1.34%
Allowance for loan losses to nonaccrual loans	365.19%	169.85%	236.86%	231.01%	1063.64%

PRIVATE BANCORP OF AMERICA, INC.
(Unaudited)

The following tables present a reconciliation of non-GAAP financial measures to GAAP measures for: efficiency ratio, pretax pre-provision net revenue, average tangible common equity, and return on average tangible common equity. We believe the presentation of certain non-GAAP financial measures provides useful information to assess our consolidated financial condition and consolidated results of operations and to assist investors in evaluating our financial results relative to our peers. These non-GAAP financial measures complement our GAAP reporting and are presented below to provide investors and others with information that we use to manage the business each period. Because not all companies use identical calculations, the presentation of these non-GAAP financial measures may not be comparable to other similarly titled measures used by other companies. These non-GAAP measures should be taken together with the corresponding GAAP measures and should not be considered a substitute of the GAAP measures.

GAAP to Non-GAAP Reconciliation (Dollars in thousands)					
For the three months ended					
	Jun 30, 2025	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024
<u>Efficiency Ratio</u>					
Noninterest expense	\$ 15,689	\$ 14,055	\$ 14,190	\$ 13,425	\$ 12,962
Net interest income	30,113	27,732	27,407	25,707	24,670
Noninterest income	1,730	1,613	1,946	1,434	1,538
Total net interest income and noninterest income	31,843	29,345	29,353	27,141	26,208
Efficiency ratio (non-GAAP)	49.27%	47.90%	48.34%	49.46%	49.46%
<u>Pretax pre-provision net revenue</u>					
Net interest income	\$ 30,113	\$ 27,732	\$ 27,407	\$ 25,707	\$ 24,670
Noninterest income	1,730	1,613	1,946	1,434	1,538
Total net interest income and noninterest income	31,843	29,345	29,353	27,141	26,208
Less: Noninterest expense	15,689	14,055	14,190	13,425	12,962
Pretax pre-provision net revenue (non-GAAP)	\$ 16,154	\$ 15,290	\$ 15,163	\$ 13,716	\$ 13,246
<u>Return and Adjusted Return on Average Assets, Average Equity, Average Tangible Equity</u>					
Net income	\$ 10,449	\$ 10,562	\$ 10,658	\$ 9,453	\$ 7,827
Average assets	2,487,224	2,467,778	2,359,950	2,328,399	2,241,860
Average shareholders' equity	242,235	230,731	219,963	208,889	199,088
Less: Average intangible assets	1,953	2,098	2,028	2,051	2,163
Average tangible common equity (non-GAAP)	240,282	228,633	217,935	206,838	196,925
Return on average assets	1.69%	1.74%	1.80%	1.62%	1.40%
Return on average equity	17.30%	18.56%	19.28%	18.00%	15.81%
Return on average tangible common equity (non-GAAP)	17.44%	18.74%	19.46%	18.18%	15.99%
<u>Tangible book value per share</u>					
Total equity	246,939	235,235	223,534	214,213	201,442
Less: Total intangible assets	1,964	1,993	2,087	2,006	2,164
Total tangible equity	244,975	233,242	221,447	212,207	199,278
Shares outstanding	5,805,286	5,789,306	5,766,810	5,756,207	5,751,143
Tangible book value per share (non-GAAP)	\$ 42.20	\$ 40.29	\$ 38.40	\$ 36.87	\$ 34.65

PRIVATE BANCORP OF AMERICA, INC.
(Unaudited)

The following tables present a reconciliation of non-GAAP financial measures to GAAP measures for: efficiency ratio, adjusted efficiency ratio, pretax pre-provision net revenue, average tangible common equity, adjusted return on average assets, return on average tangible common equity and adjusted return on average tangible common equity. We believe the presentation of certain non-GAAP financial measures provides useful information to assess our consolidated financial condition and consolidated results of operations and to assist investors in evaluating our financial results relative to our peers. These non-GAAP financial measures complement our GAAP reporting and are presented below to provide investors and others with information that we use to manage the business each period. Because not all companies use identical calculations, the presentation of these non-GAAP financial measures may not be comparable to other similarly titled measures used by other companies. These non-GAAP measures should be taken together with the corresponding GAAP measures and should not be considered a substitute of the GAAP measures.

	GAAP to Non-GAAP Reconciliation (Dollars in thousands)	
	Year to Date	
	Jun 30, 2025	Jun 30, 2024
<u>Efficiency Ratio</u>		
Noninterest expense	\$ 29,744	\$ 25,745
Net interest income	57,845	47,438
Noninterest income	3,343	2,964
Total net interest income and noninterest income	61,188	50,402
Efficiency ratio (non-GAAP)	48.61%	51.08%
<u>Pretax pre-provision net revenue</u>		
Net interest income	\$ 57,845	\$ 47,438
Noninterest income	3,343	2,964
Total net interest income and noninterest income	61,188	50,402
Less: Noninterest expense	29,744	25,745
Pretax pre-provision net revenue (non-GAAP)	\$ 31,444	\$ 24,657
<u>Return and Adjusted Return on Average Assets, Average Equity, Average Tangible Equity</u>		
Net income	\$ 21,011	\$ 15,711
Average assets	2,477,554	2,195,419
Average shareholders' equity	236,517	194,708
Less: Average intangible assets	2,025	2,185
Average tangible common equity (non-GAAP)	234,492	192,523
Return on average assets	1.71%	1.44%
Return on average equity	17.91%	16.23%
Return on average tangible common equity (non-GAAP)	18.07%	16.41%