



FOR IMMEDIATE RELEASE

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

First Quarter 2025 Highlights

- Net income for the first quarter of 2025 was \$10.6 million, compared to \$10.7 million in the prior quarter and \$7.9 million in the first quarter of 2024. Net income for the first quarter of 2025 represents a return on average assets of 1.74% and a return on average tangible common equity of 18.74%
- Diluted earnings per share for the first quarter of 2025 was \$1.80, compared to \$1.82 in the prior quarter and \$1.36 in the first quarter of 2024
- Total deposits were \$2.19 billion as of March 31, 2025, an increase of \$57.7 million or 2.7% from December 31, 2024, which included a reduction in brokered deposits of \$96.9 million. Total deposits increased 15.1% year over year. Core deposits were \$2.05 billion as of March 31, 2025, an increase of \$154.6 million or 8.2% from December 31, 2024. Core deposits increased 27.5% year over year
- Total cost of deposits was 2.22% for the first quarter of 2025, a decrease from 2.36% in the prior quarter and 2.61% in the first quarter of 2024. The spot rate for total deposits was 2.11% as of March 31, 2025, compared to 2.29% at December 31, 2024. Total cost of funding sources was 2.29% for the first quarter of 2025, a decrease from 2.45% in the prior quarter and 2.70% in the first quarter of 2024
- Loans held-for-investment (“HFI”) totaled \$2.08 billion as of March 31, 2025, a decrease of \$6.5 million or 0.3% from December 31, 2024. Loans HFI increased 9.0% year over year
- Net interest margin was 4.61% for the first quarter of 2025, compared to 4.67% in the prior quarter and 4.31% in the first quarter of 2024
- Provision for credit losses for the first quarter of 2025 was \$0.3 million, compared to \$17 thousand for the prior quarter and \$0.2 million for the first quarter of 2024. The allowance for loan losses was 1.27% of loans HFI as of March 31, 2025 compared to 1.31% at December 31, 2024
- As of March 31, 2025, criticized and classified loans totaled \$40.8 million, or 1.96% of total loans, up from \$24.7 million, or 1.18% of total loans, in the prior quarter
- Tangible book value per share was \$40.29 as of March 31, 2025, an increase of \$1.89 since December 31, 2024 primarily as a result of strong earnings. Tangible book value per share increased 4.9% quarter-over-quarter and 20.1% year over year.

La Jolla, Calif. – April 21, 2025 (GLOBE NEWSWIRE) - Private Bancorp of America, Inc. (OTCQX: PBAM), (“Company”) and CalPrivate Bank (“Bank”) announced unaudited financial results for the first fiscal quarter ended March 31, 2025. The Company reported net income of \$10.6 million, or \$1.80 per diluted share, for the first quarter of 2025, compared to \$10.7 million, or \$1.82 per diluted share, in the prior quarter, and \$7.9 million, or \$1.36 per diluted share, in the first quarter of 2024.

Rick Sowers, President and CEO of the Company and the Bank stated, “We continue to be pleased by the Company and the Team’s performance. Strong growth in core deposits over the past year continues and we remain focused on building strong Relationships with our Clients. Loan demand was soft in Q1, as Clients and financial markets digest the current economy and prospects for future growth and stability. We remain optimistic that markets will settle, and demand will return. In the meantime, we are focused on providing the Distinctively Different Service our Clients and Prospects are seeking, getting more efficient and effective in our business through technology, continuous process improvement and building a strong Team throughout the Bank.”

Sowers added, “The Bank was recognized throughout the last year for superior financial performance and industry leading service metrics. These recognitions highlight CalPrivate Bank’s dedication to excellence, innovation, delivering Client-focused banking solutions and enhancing shareholder value:

- #1 for both Return on Assets (ROA) and Return on Equity (ROE) among banks with less than \$5 billion in assets

- #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

“As Los Angeles continues to tackle the enormous task of cleaning up after the devastating fires, CalPrivate Bank remains committed to being a partner to our Clients and the Communities we serve.”

“As our economy transitions based on priorities of the new administration in Washington DC, and global economic uncertainties increase, management and the board are diligently assessing and acting upon potential future risks and market opportunities. The Bank continues to produce top tier financial results by seeking improved productivity through technology investments, streamlined systems and processes, and hiring top bankers in existing and potential new markets and market segments. We continue to prioritize unparalleled Client service and creative Solutions for our loyal and growing client base. We continue to support a broad range of non-profit organizations in the communities we serve, both through team member volunteering activities and financial resources. Our Team takes great pride in doing well for shareholders by doing good for clients and community,” said Selwyn Isakow, Chairman of the Board of the Company and the Bank.

STATEMENT OF INCOME

Net Interest Income

Net interest income for the first quarter of 2025 totaled \$27.7 million, an increase of \$0.3 million or 1.2% from the prior quarter and an increase of \$5.0 million or 21.8% from the first quarter of 2024. The increase from the prior quarter was due to a \$0.5 million decrease in interest expense, resulting from a 22 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 first quarter of 2025 was 4.61%, compared to 4.67% for the prior quarter and 4.31% in the first quarter of 2024. The 6 basis point decrease in net interest margin from the prior quarter was primarily due to lower yields on interest-earning assets and a decrease in prepayment-penalty fees. The yield on interest-earning assets was 6.70% for the first quarter of 2025 compared to 6.89% for the prior quarter, and the cost of interest-bearing liabilities was 3.14% for the first quarter of 2025 compared to 3.36% in the prior quarter. The cost of total deposits was 2.22% for the first quarter of 2025 compared to 2.36% in the prior quarter. The cost of core deposits, which excludes brokered deposits, was 1.99% in the first quarter of 2025 compared to 2.07% in the prior quarter. The spot rate for total deposits was 2.11% as of March 31, 2025, compared to 2.29% at December 31, 2024.

Provision for Credit Losses

Provision expense for credit losses for the first quarter of 2025 was \$0.3 million, compared to \$17 thousand in the prior quarter and \$0.2 million in the first quarter of 2024. The provision expense for loans HFI for the first quarter of 2025 was \$0.5 million, primarily reflecting heightened macroeconomic uncertainty incorporated into our forecasts. This was offset by a \$0.2 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 \$1.6 million for the first quarter of 2025, compared to \$1.9 million in the prior quarter and \$1.4 million in the first quarter of 2024. SBA loan sales for the first quarter of 2025 were \$8.3 million with a 10.86% average trade premium resulting in a net gain on sale of \$469 thousand, compared with \$14.9 million with a 11.45% average trade premium resulting in a net gain on sale of \$932 thousand in the prior quarter.

Noninterest Expense

Noninterest expense was \$14.1 million for the first quarter of 2025, compared to \$14.2 million in the prior quarter and \$12.8 million in the first quarter of 2024. The efficiency ratio was 47.90% for the first quarter of 2025 compared to 48.34% in the prior quarter and 52.84% in the first quarter of 2024. The slight decrease in the efficiency ratio from the prior quarter was due to the decrease 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 first quarter of 2025, compared to \$4.5 million for the prior quarter. The effective tax rate for the first quarter of 2025 was 29.5%, compared to 29.6% in the prior quarter and 29.5% in the first quarter of 2024.

STATEMENT OF FINANCIAL CONDITION

As of March 31, 2025, total assets were \$2.48 billion, an increase of \$58.9 million since December 31, 2024. The increase in assets from the prior quarter was primarily due to higher cash and due from banks and investment securities, partially offset by lower loans receivable. Our total cash and due from banks increased to \$218.5 million as of March 31, 2025, an increase of \$54.6 million or 33.3% since December 31, 2024, primarily due to strong growth in core deposits along with lower loan demand. Investment securities available-for-sale ("AFS") were \$156.3 million as of March 31, 2025, an increase of \$11.1 million or 7.6% since December 31, 2024, primarily as a result of new securities purchased. As of March 31, 2025, the net unrealized loss on the AFS investment securities portfolio, which is comprised mostly of US Treasury and Government Agency debt, was \$10.1 million (pre-tax) compared to a loss of \$12.1 million (pre-tax) as of December 31, 2024. The average duration of the Bank's AFS portfolio is 3.8 years. The Company has no held-to-maturity securities. Loans HFI totaled \$2.08 billion as of March 31, 2025, a decrease of \$6.5 million or 0.3% since December 31, 2024, reflecting lower loan production as borrowers deferred new financings amid economic and interest-rate uncertainty as well as wildfire-related disruptions in Southern California.

Total deposits were \$2.19 billion as of March 31, 2025, an increase of \$57.7 million since December 31, 2024. During the quarter, core deposits increased by \$154.6 million, which was driven by a \$108.9 million increase in interest-bearing core deposits (including balances in the Intrafi ICS and CDARS programs) and a \$45.7 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 29.2% of total core deposits. Offsetting the increase to total deposits from core deposits, brokered deposits decreased by \$96.9 million. Uninsured deposits, net of collateralized and fiduciary deposit accounts, represent 50.1% of total deposits as of March 31, 2025.

As of March 31, 2025, total available liquidity was \$2.1 billion or 192.8% of uninsured deposits, net of collateralized and fiduciary deposit accounts. Total available liquidity is comprised of \$366 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 March 31, 2025, the allowance for loan losses was \$26.4 million or 1.27% of loans HFI, compared to \$27.3 million or 1.31% of loans HFI as of December 31, 2024. The decrease in the coverage ratio from December 31, 2024 is due primarily to a \$1.1 million partial charge-off of a nonaccrual loan that previously had a specific reserve of \$2.0 million. The Company continues to have strong credit metrics and its nonperforming assets are 0.63% of total assets as of March 31, 2025 compared to 0.47% as of December 31, 2024. The reserve for unfunded commitments was \$1.3 million as of March 31, 2025, compared to \$1.5 million as of December 31, 2024. 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 March 31, 2025 and December 31, 2024, there were no doubtful credits and classified assets were \$27.8 million and \$14.9 million, respectively. Total classified assets consisted of 20 loans as of March 31, 2025, which included 17 loans totaling \$24.7 million secured by real estate with a weighted average LTV of 52.7%, of which 11 loans totaling \$16.4 million had SBA guarantees. The remaining three loans were \$3.1 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 (net of a \$1.1 million partial charge off).

The Bank's loan portfolio does include assets that are in the affected areas of Los Angeles devastated by wildfires. 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:

	March 31, 2025 ⁽²⁾	December 31, 2024
CalPrivate Bank		
Tier I leverage ratio	10.35%	10.39%
Tier I risk-based capital ratio	11.75%	11.29%
Total risk-based capital ratio	13.00%	12.54%

(2) *March 31, 2025 capital ratios are preliminary and subject to change.*

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, and Beverly Hills, 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*TM 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 adjusted income before provision for income taxes, adjusted net income, adjusted diluted earnings per share ("Adjusted EPS"), 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. 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

Rick Sowers

President and Chief Executive Officer
Private Bancorp of America, Inc., and CalPrivate Bank
(424) 303-4894

Cory Stewart

Executive Vice President and Chief Financial Officer
Private Bancorp of America, Inc., and CalPrivate Bank
(206) 293-3669

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)

	Mar 31, 2025	Dec 31, 2024	Mar 31, 2024
Assets			
Cash and due from banks	\$ 34,720	\$ 16,528	\$ 13,136
Interest-bearing deposits in other financial institutions	16,155	10,419	34,790
Interest-bearing deposits at Federal Reserve Bank	167,606	136,929	93,575
Total cash and due from banks	218,481	163,876	141,501
Interest-bearing time deposits with other institutions	4,213	4,189	4,032
Investment debt securities available for sale	156,346	145,238	114,067
Loans held for sale	2,066	3,008	383
Loans, net of deferred fees and costs and unaccreted discounts	2,078,653	2,085,149	1,906,992
Allowance for loan losses	(26,437)	(27,267)	(24,693)
Loans held-for-investment, net of allowance	2,052,216	2,057,882	1,882,299
Federal Home Loan Bank stock, at cost	9,586	9,586	8,915
Operating lease right of use assets	6,383	6,819	2,765
Premises and equipment, net	2,432	2,335	1,804
Servicing assets, net	1,993	2,087	2,203
Accrued interest receivable	8,148	7,993	7,931
Other assets	21,009	20,998	21,877
Total assets	\$ 2,482,873	\$ 2,424,011	\$ 2,187,777
Liabilities and Shareholders' Equity			
Liabilities			
Noninterest bearing	\$ 599,095	\$ 553,405	\$ 516,294
Interest bearing	1,593,014	1,581,054	1,388,381
Total deposits	2,192,109	2,134,459	1,904,675
FHLB borrowings	16,000	28,000	53,000
Other borrowings	17,970	17,969	17,963
Accrued interest payable and other liabilities	21,559	20,049	18,107
Total liabilities	2,247,638	2,200,477	1,993,745
Shareholders' equity			
Common stock	76,156	75,377	74,105
Additional paid-in capital	3,712	4,393	4,108
Retained earnings	162,462	152,252	124,464
Accumulated other comprehensive (loss) income, net	(7,095)	(8,488)	(8,645)
Total shareholders' equity	235,235	223,534	194,032
Total liabilities and shareholders' equity	\$ 2,482,873	\$ 2,424,011	\$ 2,187,777

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

	For the three months ended		
	Mar 31, 2025	Dec 31, 2024	Mar 31, 2024
Interest Income			
Loans	\$ 36,565	\$ 37,259	\$ 33,006
Investment securities	1,505	1,510	979
Deposits in other financial institutions	2,198	1,661	1,799
Total interest income	40,268	40,430	35,784
Interest Expense			
Deposits	11,899	12,297	12,130
Borrowings	637	726	886
Total interest expense	12,536	13,023	13,016
Net interest income	27,732	27,407	22,768
Provision for credit losses	299	17	233
Net interest income after provision for credit losses	27,433	27,390	22,535
Noninterest income:			
Service charges on deposit accounts	557	558	388
Net gain on sale of loans	469	932	681
Other noninterest income	587	456	357
Total noninterest income	1,613	1,946	1,426
Noninterest expense:			
Compensation and employee benefits	9,748	9,539	8,861
Occupancy and equipment	844	847	770
Data processing	1,326	1,195	1,058
Professional services	508	573	488
Other expenses	1,629	2,036	1,606
Total noninterest expense	14,055	14,190	12,783
Income before provision for income taxes	14,991	15,146	11,178
Provision for income taxes	4,429	4,488	3,294
Net income	\$ 10,562	\$ 10,658	\$ 7,884
Net income available to common shareholders	\$ 10,482	\$ 10,573	\$ 7,832
Earnings per share			
Basic earnings per share	\$ 1.83	\$ 1.85	\$ 1.38
Diluted earnings per share	\$ 1.80	\$ 1.82	\$ 1.36
Average shares outstanding	5,734,688	5,716,291	5,679,843
Diluted average shares outstanding	5,826,229	5,813,197	5,754,937

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

	For the three months ended								
	Mar 31, 2025			Dec 31, 2024			Mar 31, 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	\$ 202,907	\$ 2,198	4.39%	\$ 143,053	\$ 1,661	4.62%	\$ 135,511	\$ 1,799	5.34%
Investment securities	157,747	1,505	3.82%	155,768	1,510	3.88%	119,690	979	3.27%
Loans, including LHFS	2,078,588	36,565	7.13%	2,036,178	37,259	7.28%	1,868,308	33,006	7.11%
Total interest-earning assets	2,439,242	40,268	6.70%	2,334,999	40,430	6.89%	2,123,509	35,784	6.78%
Noninterest-earning assets	28,536			24,951			25,469		
Total Assets	<u>\$2,467,778</u>			<u>\$2,359,950</u>			<u>\$2,148,978</u>		
Interest-Bearing Liabilities									
Interest bearing DDA, excluding brokered	244,301	970	1.61%	178,811	634	1.41%	109,838	441	1.61%
Savings & MMA, excluding brokered	955,259	6,830	2.90%	904,191	6,991	3.08%	765,770	6,421	3.37%
Time deposits, excluding brokered	196,375	1,956	4.04%	191,794	2,004	4.16%	155,703	1,583	4.09%
Total deposits, excluding brokered	1,395,935	9,756	2.83%	1,274,796	9,629	3.00%	1,031,311	8,445	3.29%
Total brokered deposits	183,059	2,143	4.75%	218,792	2,668	4.85%	287,885	3,685	5.15%
Total Interest-Bearing Deposits	1,578,994	11,899	3.06%	1,493,588	12,297	3.28%	1,319,196	12,130	3.70%
FHLB advances	24,122	272	4.57%	29,446	343	4.63%	49,935	614	4.95%
Other borrowings	17,981	365	8.23%	17,967	383	8.48%	17,962	272	6.09%
Total Interest-Bearing Liabilities	1,621,097	12,536	3.14%	1,541,001	13,023	3.36%	1,387,093	13,016	3.77%
Noninterest-bearing deposits	594,408			577,462			553,541		
Total Funding Sources	2,215,505	12,536	2.29%	2,118,463	13,023	2.45%	1,940,634	13,016	2.70%
Noninterest-bearing liabilities	21,542			21,524			18,018		
Shareholders' equity	230,731			219,963			190,326		
Total Liabilities and Shareholders' Equity	<u>\$2,467,778</u>			<u>\$2,359,950</u>			<u>\$2,148,978</u>		
Net interest income/spread		<u>\$ 27,732</u>	4.41%		<u>\$ 27,407</u>	4.44%		<u>\$ 22,768</u>	4.08%
Net interest margin			4.61%			4.67%			4.31%

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

	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024	Mar 31, 2024
Assets					
Cash and due from banks	\$ 218,481	\$ 163,876	\$ 207,174	\$ 158,377	\$ 141,501
Interest-bearing time deposits with other institutions	4,213	4,189	4,124	4,097	4,032
Investment securities	156,346	145,238	141,100	121,725	114,067
Loans held for sale	2,066	3,008	2,040	-	383
Total loans held-for-investment	2,078,653	2,085,149	2,012,457	1,979,720	1,906,992
Allowance for loan losses	(26,437)	(27,267)	(26,594)	(26,591)	(24,693)
Loans held-for-investment, net of allowance	2,052,216	2,057,882	1,985,863	1,953,129	1,882,299
Operating lease right of use assets	6,383	6,819	4,344	4,719	2,765
Premises and equipment, net	2,432	2,335	2,345	2,207	1,804
Other assets and interest receivable	40,736	40,664	39,383	41,430	40,926
Total assets	\$ 2,482,873	\$ 2,424,011	\$ 2,386,373	\$ 2,285,684	\$ 2,187,777
Liabilities and Shareholders' Equity					
Liabilities					
Noninterest Bearing	\$ 599,095	\$ 553,405	\$ 584,292	\$ 557,055	\$ 516,294
Interest Bearing	1,593,014	1,581,054	1,522,839	1,444,671	1,388,381
Total Deposits	2,192,109	2,134,459	2,107,131	2,001,726	1,904,675
Borrowings	33,970	45,969	45,967	65,965	70,963
Accrued interest payable and other liabilities	21,559	20,049	19,062	16,551	18,107
Total liabilities	2,247,638	2,200,477	2,172,160	2,084,242	1,993,745
Shareholders' equity					
Common stock	76,156	75,377	74,688	74,636	74,105
Additional paid-in capital	3,712	4,393	4,271	3,717	4,108
Retained earnings	162,462	152,252	141,623	132,179	124,464
Accumulated other comprehensive (loss) income	(7,095)	(8,488)	(6,369)	(9,090)	(8,645)
Total shareholders' equity	235,235	223,534	214,213	201,442	194,032
Total liabilities and shareholders' equity	\$ 2,482,873	\$ 2,424,011	\$ 2,386,373	\$ 2,285,684	\$ 2,187,777
Book value per common share	\$ 40.63	\$ 38.76	\$ 37.21	\$ 35.03	\$ 33.94
Tangible book value per common share ⁽¹⁾	\$ 40.29	\$ 38.40	\$ 36.87	\$ 34.65	\$ 33.55
Shares outstanding	5,789,306	5,766,810	5,756,207	5,751,143	5,717,519

(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				
	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024	Mar 31, 2024
Interest income	\$ 40,268	\$ 40,430	\$ 40,018	\$ 38,662	\$ 35,784
Interest expense	12,536	13,023	14,311	13,992	13,016
Net interest income	27,732	27,407	25,707	24,670	22,768
Provision for credit losses	299	17	304	2,136	233
Net interest income after provision for credit losses	27,433	27,390	25,403	22,534	22,535
Service charges on deposit accounts	557	558	504	430	388
Net gain on sale of loans	469	932	587	661	681
Other noninterest income	587	456	343	447	357
Total noninterest income	1,613	1,946	1,434	1,538	1,426
Compensation and employee benefits	9,748	9,539	9,422	8,836	8,861
Occupancy and equipment	844	847	818	822	770
Data processing	1,326	1,195	1,238	1,183	1,058
Professional services	508	573	252	424	488
Other expenses	1,629	2,036	1,695	1,697	1,606
Total noninterest expense	14,055	14,190	13,425	12,962	12,783
Income before provision for income taxes	14,991	15,146	13,412	11,110	11,178
Income taxes	4,429	4,488	3,959	3,283	3,294
Net income	\$ 10,562	\$ 10,658	\$ 9,453	\$ 7,827	\$ 7,884
Net income available to common shareholders	\$ 10,482	\$ 10,573	\$ 9,373	\$ 7,761	\$ 7,832
Earnings per share					
Basic earnings per share	\$ 1.83	\$ 1.85	\$ 1.64	\$ 1.36	\$ 1.38
Diluted earnings per share	\$ 1.80	\$ 1.82	\$ 1.63	\$ 1.35	\$ 1.36
Average shares outstanding	5,734,688	5,716,291	5,707,723	5,702,938	5,679,843
Diluted average shares outstanding	5,826,229	5,813,197	5,767,401	5,762,616	5,754,937

	Performance Ratios				
	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024	Mar 31, 2024
ROAA	1.74%	1.80%	1.62%	1.40%	1.48%
ROAE	18.56%	19.28%	18.00%	15.81%	16.66%
ROATCE ⁽¹⁾	18.74%	19.46%	18.18%	15.99%	16.86%
Net interest margin	4.61%	4.67%	4.44%	4.48%	4.31%
Net interest spread	4.41%	4.44%	4.20%	4.24%	4.08%
Efficiency ratio ⁽¹⁾	47.90%	48.34%	49.46%	49.46%	52.84%
Noninterest expense / average assets	2.31%	2.39%	2.29%	2.32%	2.39%

(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

	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024	Mar 31, 2024
Total assets	\$ 2,467,778	\$ 2,359,950	\$ 2,328,399	\$ 2,241,860	\$ 2,148,978
Earning assets	\$ 2,439,242	\$ 2,334,999	\$ 2,303,537	\$ 2,216,185	\$ 2,123,509
Total loans, including loans held for sale	\$ 2,078,588	\$ 2,036,178	\$ 1,989,748	\$ 1,939,746	\$ 1,868,308
Total deposits	\$ 2,173,402	\$ 2,071,050	\$ 2,047,197	\$ 1,961,099	\$ 1,872,737
Total shareholders' equity	\$ 230,731	\$ 219,963	\$ 208,889	\$ 199,088	\$ 190,326

Loan Balances by Type
(Dollars in thousands)

	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024	Mar 31, 2024
Commercial Real Estate (CRE):					
Investor owned	\$ 577,512	\$ 572,659	\$ 560,481	\$ 566,314	\$ 573,587
Owner occupied	228,232	223,442	221,364	216,876	216,123
Multifamily	163,218	162,330	175,387	177,390	175,629
Secured by single family	200,650	198,579	190,738	181,744	157,092
Land and construction	70,293	62,638	68,186	58,109	35,975
SBA secured by real estate	402,524	401,990	395,646	388,271	385,416
Total CRE	1,642,429	1,621,638	1,611,802	1,588,704	1,543,822
Commercial business:					
Commercial and industrial	417,258	441,182	383,874	378,161	352,417
SBA non-real estate secured	17,004	20,205	15,101	10,758	8,657
Total commercial business	434,262	461,387	398,975	388,919	361,074
Consumer	1,962	2,124	1,680	2,097	2,096
Total loans held for investment	<u>\$ 2,078,653</u>	<u>\$ 2,085,149</u>	<u>\$ 2,012,457</u>	<u>\$ 1,979,720</u>	<u>\$ 1,906,992</u>

Deposits by Type
(Dollars in thousands)

	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024	Mar 31, 2024
Noninterest-bearing DDA	\$ 599,095	\$ 553,405	\$ 584,292	\$ 557,055	\$ 516,294
Interest-bearing DDA, excluding brokered	257,720	251,594	182,268	156,253	117,129
Savings & MMA, excluding brokered	981,491	887,740	920,219	861,508	812,841
Time deposits, excluding brokered	210,845	201,851	186,583	168,664	160,605
Total deposits, excluding brokered	2,049,151	1,894,590	1,873,362	1,743,480	1,606,869
Total brokered deposits	142,958	239,869	233,769	258,246	297,806
Total deposits	<u>\$ 2,192,109</u>	<u>\$ 2,134,459</u>	<u>\$ 2,107,131</u>	<u>\$ 2,001,726</u>	<u>\$ 1,904,675</u>

PRIVATE BANCORP OF AMERICA, INC.
(Unaudited)

Rollforward of Allowance for Credit Losses					
(Dollars in thousands)					
For the three months ended					
	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024	Mar 31, 2024
Allowance for loan losses:					
Beginning balance	\$ 27,267	\$ 26,594	\$ 26,591	\$ 24,693	\$ 24,476
Provision for loan losses	460	673	3	1,994	251
Net (charge-offs) recoveries	(1,290)	-	-	(96)	(34)
Ending balance	26,437	27,267	26,594	26,591	24,693
Reserve for unfunded commitments	1,348	1,509	2,165	1,865	1,723
Total allowance for credit losses	<u>\$ 27,785</u>	<u>\$ 28,776</u>	<u>\$ 28,759</u>	<u>\$ 28,456</u>	<u>\$ 26,416</u>

Asset Quality					
(Dollars in thousands)					
	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024	Mar 31, 2024
Total loans held-for-investment	\$2,078,653	\$2,085,149	\$2,012,457	\$1,979,720	\$1,906,992
Allowance for loan losses	\$ (26,437)	\$ (27,267)	\$ (26,594)	\$ (26,591)	\$ (24,693)
30-89 day past due loans	\$ 2,399	\$ 1,952	\$ -	\$ -	\$ -
90+ day past due loans	\$ 13,223	\$ 11,512	\$ 11,512	\$ 2,500	\$ 3,530
Nonaccrual loans	\$ 15,565	\$ 11,512	\$ 11,512	\$ 2,500	\$ 4,656
NPAs / Assets	0.63%	0.47%	0.48%	0.11%	0.21%
NPLs / Total loans held-for-investment & OREO	0.75%	0.55%	0.57%	0.13%	0.24%
Net quarterly charge-offs (recoveries)	\$ 1,290	\$ -	\$ -	\$ 96	\$ 34
Net charge-offs (recoveries) /avg loans (annualized)	0.25%	0.00%	0.00%	0.02%	0.01%
Allowance for loan losses to loans HFI	1.27%	1.31%	1.32%	1.34%	1.29%
Allowance for loan losses to nonaccrual loans	169.85%	236.86%	231.01%	1,063.64%	530.35%

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				
	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024	Mar 31, 2024
<u>Efficiency Ratio</u>					
Noninterest expense	\$ 14,055	\$ 14,190	\$ 13,425	\$ 12,962	\$ 12,783
Net interest income	27,732	27,407	25,707	24,670	22,768
Noninterest income	1,613	1,946	1,434	1,538	1,426
Total net interest income and noninterest income	29,345	29,353	27,141	26,208	24,194
Efficiency ratio (non-GAAP)	47.90%	48.34%	49.46%	49.46%	52.84%
<u>Pretax pre-provision net revenue</u>					
Net interest income	\$ 27,732	\$ 27,407	\$ 25,707	\$ 24,670	\$ 22,768
Noninterest income	1,613	1,946	1,434	1,538	1,426
Total net interest income and noninterest income	29,345	29,353	27,141	26,208	24,194
Less: Noninterest expense	14,055	14,190	13,425	12,962	12,783
Pretax pre-provision net revenue (non-GAAP)	\$ 15,290	\$ 15,163	\$ 13,716	\$ 13,246	\$ 11,411
<u>Return and Adjusted Return on Average Assets, Average Equity, Average Tangible Equity</u>					
Net income	\$ 10,562	\$ 10,658	\$ 9,453	\$ 7,827	\$ 7,884
Average assets	2,467,778	2,359,950	2,328,399	2,241,860	2,148,978
Average shareholders' equity	230,731	219,963	208,889	199,088	190,326
Less: Average intangible assets	2,098	2,028	2,051	2,163	2,208
Average tangible common equity (non-GAAP)	228,633	217,935	206,838	196,925	188,118
Return on average assets	1.74%	1.80%	1.62%	1.40%	1.48%
Return on average equity	18.56%	19.28%	18.00%	15.81%	16.66%
Return on average tangible common equity (non-GAAP)	18.74%	19.46%	18.18%	15.99%	16.86%
<u>Tangible book value per share</u>					
Total equity	235,235	223,534	214,213	201,442	194,032
Less: Total intangible assets	1,993	2,087	2,006	2,164	2,203
Total tangible equity	233,242	221,447	212,207	199,278	191,829
Shares outstanding	5,789,306	5,766,810	5,756,207	5,751,143	5,717,519
Tangible book value per share (non-GAAP)	\$ 40.29	\$ 38.40	\$ 36.87	\$ 34.65	\$ 33.55