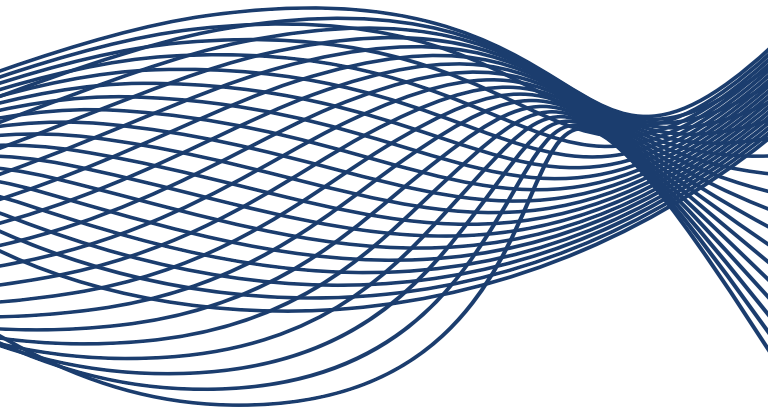


ABB

2022 Q2 REPORT



BALANCE SHEETS

Unaudited - 000s omitted

	June 30,	2022	2021
ASSETS			
Cash & cash equivalents	\$	90,789	\$ 343,838
Investment securities		1,357,451	1,281,002
Loans receivable		2,249,401	2,053,991
Allowance for loan losses		(27,608)	(23,341)
Loans receivable, net		2,221,793	2,030,650
Furniture, equipment & leasehold improvements, net		6,025	7,074
Bank/Corp owned life insurance		28,013	28,325
Other assets		73,301	41,440
TOTAL ASSETS		\$ 3,777,372	\$ 3,732,329
LIABILITIES			
Deposits:			
Non-interest bearing demand deposits	\$	1,850,325	\$ 1,830,832
Interest bearing transaction accounts		287,444	257,726
Money market & savings deposits		1,284,994	1,311,603
Certificates of deposits		41,446	34,543
Total Deposits		3,464,209	3,434,704
FHLB Advances/Other borrowings		40,000	-
Other liabilities		33,785	35,031
TOTAL LIABILITIES		\$ 3,537,994	\$ 3,469,735
SHAREHOLDERS' EQUITY			
Common stock & retained earnings	\$	306,935	\$ 261,241
Accumulated other comprehensive income/(loss)		(67,557)	1,353
TOTAL SHAREHOLDERS' EQUITY		\$ 239,378	\$ 262,594
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY		\$ 3,777,372	\$ 3,732,329
Standby Letters of Credit	\$	36,793	\$ 33,184

INCOME STATEMENTS

Unaudited - 000s omitted except share and per share amounts

	Six months ended June 30,	2022	2021
INTEREST INCOME			
Loans	\$	45,794	\$ 43,635
Investments		12,939	8,748
Interest earning deposits in other financial institutions		143	165
TOTAL INTEREST INCOME		58,876	52,548
INTEREST EXPENSE			
Interest bearing transaction accounts		57	81
Money market & savings deposits		630	840
Certificates of deposits		20	26
FHLB Advances/Other borrowings		93	-
TOTAL INTEREST EXPENSE		800	947
NET INTEREST INCOME		58,076	51,601
Provision for loan losses		2,510	-
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES		55,566	51,601
TOTAL NONINTEREST INCOME		2,485	2,996
TOTAL NONINTEREST EXPENSE		28,725	30,398
EARNINGS BEFORE INCOME TAXES		29,326	24,199
Income tax expense		7,969	6,224
NET INCOME		\$ 21,357	\$ 17,975
Earnings per share* - basic	\$	2.35	\$ 2.01
Earnings per share* - diluted	\$	2.33	\$ 1.98
Weighted average shares - basic		9,069,697	8,941,869
Weighted average shares - diluted		9,178,368	9,064,349

* Share and per share amounts have been retroactively applied for the 10% stock dividend paid in July 2021.

SHAREHOLDERS & CLIENTS,

As we reflect on our second quarter ending June 30, 2022, I am reminded that at ABB we are surrounded by overachievers – employees and clients alike. We completed the quarter with nearly record income of \$11.4 million, an increase of 26% over the past 2nd quarter of 2021. For 6 months ending June 30, 2022, our income of \$21.4 million was up 19% over the first six months of 2021. Over the first six months of this year, we have added almost 100 new relationships thanks to the excellent work of our relationship managers and the prized referrals that our clients have given to us.



The last few years have been filled with market volatility and uncertainty. ABB has flourished despite the challenging environment. If we look back just three years ago at June 30, 2019, the results are transformational. Our deposits at that time totaled just over \$2 billion. Compared to over \$3.4 billion today, that is an increase of 73%. Our total loans three years ago at June 30, 2019 were \$1.3 billion, today they stand at \$2.2 billion, an increase of 70%. Our income three years ago at June 30, 2019 was at \$10.7 million. Today our income through June 30, 2022 is \$21.4 million, that is an increase of over 100%.

These results are commendable and underscore my earlier statement, that we genuinely are surrounded by overachievers. This could not have been accomplished, but for all the fine employees at American Business Bank. Also, my heartfelt thanks to our terrific clients, who are the envy of our competition. Thanks to our Shareholders and Board for all of their support. We remain a group of people strongly committed to operating with discipline and integrity, building solid business relationships one at a time.

At your service,

- Leon Blankstein

President, Chief Executive Officer, Director

American Business Bank has eight offices in strategic locations including: Los Angeles, Irvine, Anaheim, Torrance, Woodland Hills, Corona, Ontario and Long Beach.



www.americanbb.bank