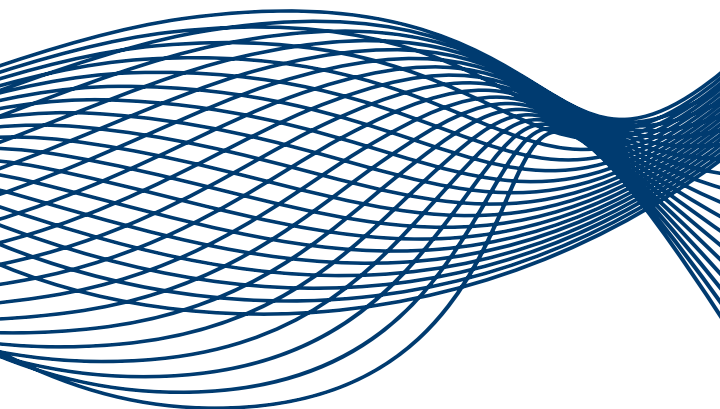


ABB

2022 Q3 REPORT



BALANCE SHEETS

Unaudited - 000s omitted

September 30,	2022	2021
ASSETS		
Cash & cash equivalents	\$ 92,910	\$ 378,410
Investment securities	1,299,389	1,513,028
Loans receivable	2,305,227	1,958,962
Allowance for loan losses	(28,439)	(23,550)
Loans receivable, net	<u>2,276,788</u>	<u>1,935,412</u>
Furniture, equipment & leasehold improvements, net	5,645	6,750
Bank/Corp owned life insurance	28,282	28,543
Other assets	80,405	40,709
TOTAL ASSETS	<u>\$ 3,783,419</u>	<u>\$ 3,902,852</u>
LIABILITIES		
Deposits:		
Non-interest bearing demand deposits	\$ 1,894,054	\$ 1,919,131
Interest bearing transaction accounts	322,945	261,887
Money market & savings deposits	1,249,575	1,371,834
Certificates of deposits	43,530	38,040
Total Deposits	<u>3,510,104</u>	<u>3,590,892</u>
FHLB Advances/Other borrowings	-	-
Other liabilities	37,218	38,436
TOTAL LIABILITIES	<u>\$ 3,547,322</u>	<u>\$ 3,629,328</u>
SHAREHOLDERS' EQUITY		
Common stock & retained earnings	\$ 320,810	\$ 273,483
Accumulated other comprehensive income/(loss)	(84,713)	41
TOTAL SHAREHOLDERS' EQUITY	<u>\$ 236,097</u>	<u>\$ 273,524</u>
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	<u>\$ 3,783,419</u>	<u>\$ 3,902,852</u>
Standby Letters of Credit	\$ 42,067	\$ 33,935

INCOME STATEMENTS

Unaudited - 000s omitted except share and per share amounts

Nine months ended Sept. 30,	2022	2021
INTEREST INCOME		
Loans	\$ 70,928	\$ 66,071
Investments	20,120	14,459
Interest earning deposits in other financial institutions	610	327
TOTAL INTEREST INCOME	<u>91,658</u>	<u>80,857</u>
INTEREST EXPENSE		
Interest bearing transaction accounts	97	119
Money market & savings deposits	1,013	1,243
Certificates of deposits	31	36
FHLB Advances/Other borrowings	108	-
TOTAL INTEREST EXPENSE	<u>1,249</u>	<u>1,398</u>
NET INTEREST INCOME	90,409	79,459
Provision for loan losses	<u>3,346</u>	<u>468</u>
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	87,063	78,991
TOTAL NONINTEREST INCOME	4,614	4,687
TOTAL NONINTEREST EXPENSE	44,354	43,764
EARNINGS BEFORE INCOME TAXES	47,323	39,914
Income tax expense	12,716	10,414
NET INCOME	<u>\$ 34,607</u>	<u>\$ 29,500</u>
Earnings per share* - basic	\$ 3.81	\$ 3.32
Earnings per share* - diluted	\$ 3.77	\$ 3.27
Weighted average shares - basic	9,083,190	8,891,246
Weighted average shares - diluted	9,185,905	9,016,495

SHAREHOLDERS & CLIENTS,

I'm pleased to report another exceptional quarter for ABB. Our earnings totaled \$13.3 million for September 30, 2022, as compared to \$11.5 million one year ago. This is an increase of 15% or \$1.8 million. Additionally for the quarter we generated new loans of \$69 million, which is 12% annualized.



Financial highlights include for the nine months ended September 30, 2022, net income of \$34.6 million or \$3.77 per fully diluted share compared to \$29.5 million or \$3.27 per fully diluted share for the nine months ended September 30, 2021. Additionally, our fundamental philosophy since inception of being an excellent credit shop continues to be evident as nonperforming assets to total assets were 0.06% as of September 30, 2022.

I am forever in awe of our staff and officers who quietly make all these great results happen.

As we head into another economic cycle with heavy inflation and a looming recession, I can offer simple but reasonable advice- tend to your garden as we can only control things that are in our purview, and most importantly ourselves.

As the holiday season approaches, I reflect on all the things for which we are grateful – our families, our work and fellow employees, and you – our tremendous clients.

A heartfelt thank you for the relationships with you all.

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