

## US Metro Bancorp Announces Second Quarter 2024 Results

July 23, 2024 06:16 PM Eastern Daylight Time

GARDEN GROVE, Calif.--(BUSINESS WIRE)--US Metro Bancorp (OTCQX: USMT): US Metro Bancorp ("Bancorp") is a bank holding company, with a single subsidiary, US Metro Bank ("Bank"). On a consolidated basis, Bancorp earned \$2.2 million in the second quarter of 2024, compared to \$1.5 million in the first quarter of 2024. For the three months ending June 30, 2024, the consolidated Bancorp earned \$2.2 million compared to \$2.7 million for the three months ending June 30, 2023. On a year-to-date basis, the Bancorp recorded an annualized return on average assets ("ROAA") of 0.66% and an annualized return on average equity ("ROAE") of 9.00%. With 16,520,000 shares outstanding, earnings per share ("EPS") for the second quarter of 2024 was \$0.13 compared to \$0.09 in the first quarter of 2024. For the three months ending June 30, 2024, EPS was \$0.13 compared to \$0.17 for the three months ending June 30, 2023. On June 30, 2024, the Bancorp's book value per share was \$5.94 compared to \$5.51 a year earlier.

The Bank recorded on a year-to-date basis net interest income of \$40.0 million compared to \$31.3 million in the same period a year earlier. Net income of \$4.3 million for the six months ending June 30, 2024, compares to \$6.4 million reported for the same six months in 2023, a year over year decrease of \$2.1 million.

The Bank reported total assets of \$1.348 billion as of June 30, 2024, representing a 16.6% increase compared to the reporting period ending June 30, 2023, and year over year loan growth of \$164 million or 17.0%. Total Bank deposits ended the second quarter of 2024 at \$1.183 billion, a \$184 million or 18.4% increase from \$999 million on June 30, 2023. Six of the Bank's eight branches have deposits exceeding \$100 million, with two branches having more than \$200 million in deposits.

Loan quality remains good with non-performing assets as a percent of total assets of 0.28% on June 30, 2024, compared to 0.25% as of June 30, 2023. The Bank had no Other Real Estate Owned (OREO) on June 30, 2024, and TDR loans totaling \$1.2 million. Allowance for Credit Losses (ACL) to gross loans was 1.20% as of June 30, 2024, compared to 1.41% as of June 30, 2023. The Bank recorded \$0.6 million provision for loan loss expense, for the six months ending June 30, 2024, compared to \$0.5 million recorded for the six months ending June 30, 2023.

"The Bank continued its growth in the second quarter in both loans and deposits. Gain on sale from loans increased in the second quarter, which had a positive impact to net income compared to the first quarter of the year," said CEO Dong Il Kim.

US Metro Bank is a California chartered, full service commercial bank headquartered in Garden Grove, California. The Bank opened for business on September 15, 2006, and offers deposit and loan products (including commercial real estate, commercial and industrial, mortgage, SBA and USDA loans), as well as related banking services to its customers.

*This release contains forward-looking statements, including our expectations with respect to future events that are subject to various risks and uncertainties. Factors that could cause actual results to differ materially from management's projections, forecasts, estimates and expectations include: fluctuation in market rates of interest and loan and deposit pricing, adverse changes in the overall national economy as well as adverse economic conditions in our specific market areas, maintenance and development of well-established and valued client relationships and referral source relationships, and acquisition or loss of key production personnel. Other risks that can affect the Bank are detailed from time to time in our annual reports. We caution readers that the list of factors above is not exclusive. The forward-looking statements are*

made as of the date of this release, and we may not undertake steps to update the forward-looking statements to reflect the impact of any circumstances or events that arise after the date the forward-looking statements are made. In addition, our past results of operations are not necessarily indicative of future performance.

**US METRO BANCORP**  
**CONSOLIDATED FINANCIAL HIGHLIGHTS (unaudited)**

*(All amounts in thousands except per share information)*

**At or for the Three Months Ended**

	<b>6/30/2024</b>	<b>3/31/2024</b>	<b>% Change</b>	<b>6/30/2023</b>	<b>% Change</b>
Net Income	\$ 2,185	\$ 1,466	49.06%	\$ 2,662	-17.90%
Net Income Per Share (Basic)	\$ 0.13	\$ 0.09	47.89%	\$ 0.17	-22.18%
ROAA (Annualized)	0.66%	0.47%	0.20%	0.93%	-0.27%
ROAE (Annualized)	9.00%	6.13%	2.87%	11.89%	-2.89%
Efficiency Ratio	69.30%	79.83%	-10.53%	65.25%	4.04%
Assets	\$ 1,349,130	\$ 1,295,938	4.10%	\$ 1,157,228	16.58%
Gross Loans	\$ 1,127,690	\$ 1,075,134	4.89%	\$ 963,675	17.02%
Deposits	\$ 1,181,974	\$ 1,132,836	4.34%	\$ 998,804	18.34%
Non-Interest Bearing Deposits	\$ 188,077	\$ 180,050	4.46%	\$ 212,926	-11.67%
Common Equity	\$ 98,163	\$ 96,134	2.11%	\$ 90,344	8.65%
Ending Common Shares O/S	16,520,000	16,390,000	130,000	16,390,000	130,000
Book Value Per Common Shares	\$ 5.94	\$ 5.87	\$ 0.08	\$ 5.51	\$ 0.44

**US METRO BANK (only)**  
**FINANCIAL HIGHLIGHTS (unaudited)**

**BALANCE SHEET**

*(All amounts in thousands except per share information)*

<b>Assets</b>	<b>6/30/2024</b>	<b>6/30/2023</b>	<b>Y-O-Y Change</b>	
Cash and Due From Bank	\$ 14,071	\$ 15,447	\$ (1,376)	-8.9%
Investments and Fed Funds Sold	\$ 184,678	\$ 158,131	26,547	16.8%
Loans Outstanding	1,127,691	963,675	164,016	17.0%
Allowance for Credit Losses	(13,511)	(13,582)	71	-0.5%
Other Assets	35,123	32,555	2,568	7.9%
<b>Total Assets</b>	<b>\$ 1,348,052</b>	<b>\$1,156,226</b>	<b>\$ 191,826</b>	<b>16.6%</b>

<b>Liabilities and Capital</b>	<b>6/30/2024</b>	<b>6/30/2023</b>	<b>Y-O-Y Change</b>	
Deposits	\$ 1,183,450	\$ 999,368	\$ 184,082	18.4%
Borrowings	30,474	31,001	(527)	-1.7%
Other Liabilities	12,413	11,220	1,193	10.6%
Equity	121,715	114,637	7,078	6.2%
<b>Total Liabilities and Capital</b>	<b>\$ 1,348,052</b>	<b>\$1,156,226</b>	<b>\$ 191,826</b>	<b>16.6%</b>

**STATEMENT OF OPERATIONS**

**Three Months Ended**

<b>Income Statement</b>	<b>6/30/2024</b>	<b>3/31/2024</b>	<b>Q-O-Q Change</b>	
Interest Income	\$ 20,069	\$ 18,915	\$ 1,154	6.1%
Interest Expense	11,269	10,833	436	4.0%
Net Interest Income	8,800	8,082	718	8.9%
Provision for Credit Losses	600	-	600	
Other Income	3,482	2,564	918	35.8%
Operating Expenses	8,158	8,124	34	0.4%
Tax	1,024	737	287	38.9%
<b>Net Income</b>	<b>\$ 2,500</b>	<b>\$ 1,785</b>	<b>\$ 715</b>	<b>40.1%</b>

**STATEMENT OF OPERATIONS**

**Six Months Ended**

<b>Income Statement</b>	<b>6/30/2024</b>	<b>6/30/2023</b>	<b>Y-O-Y Change</b>	
Interest Income	\$ 38,984	\$ 31,261	\$ 7,723	24.7%
Interest Expense	22,102	13,480	8,622	64.0%
Net Interest Income	16,882	17,781	(899)	-5.1%
Provision for Credit Losses	600	500	100	20.0%
Other Income	6,046	6,815	(769)	-11.3%
Operating Expenses	16,282	15,152	1,130	7.5%
Tax	1,761	2,550	(789)	-30.9%
<b>Net Income</b>	<b>\$ 4,285</b>	<b>\$ 6,394</b>	<b>\$ (2,109)</b>	<b>-33.0%</b>

<b>Ratios</b>	<b>6/30/2024</b>	<b>6/30/2023</b>	<b>Y-O-Y Change</b>
Net Loan to Deposits	94.15%	95.07%	-0.92%
ACL/Gross Loans	1.20%	1.41%	-0.21%
NPAs/Total Assets	0.28%	0.25%	0.04%
Tier One Leverage Ratio	9.82%	10.55%	-0.73%
YTD ROAA (annualized)	0.67%	1.08%	-0.41%
YTD ROAE (annualized)	7.13%	10.93%	-3.80%
Net Interest Margin (QTD)	2.77%	3.01%	-0.24%
Net Interest Margin (YTD)	2.70%	3.22%	-0.52%

## Contacts

Jeremy Johnson

(714) 620-8888