

US Metro Bancorp Announces Third Quarter 2024 Results

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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 \$1.7 million in the third quarter of 2024, compared to \$2.2 million in the second quarter of 2024. For the three months ending September 30, 2024, the consolidated Bancorp earned \$1.7 million compared to \$2.3 million for the three months ending September 30, 2023. On a year-to-date basis, the Bancorp recorded an annualized return on average assets ("ROAA") of 0.53% and an annualized return on average equity ("ROAE") of 7.22%. With 16,520,000 shares outstanding, earnings per share ("EPS") for the third quarter of 2024 was \$0.11 compared to \$0.13 in the second quarter of 2024. For the three months ending September 30, 2024, EPS was \$0.11 compared to \$0.14 for the three months ending September 30, 2023. On September 30, 2024, Bancorp's book value per share was \$6.11 compared to \$5.55 a year earlier.

The Bank recorded on a year-to-date basis net interest income of \$60.1 million compared to \$48.5 million in the same period a year earlier. Net income of \$6.3 million for the nine months ending September 30, 2024, compared to \$9.2 million reported for the same nine months in 2023, a year over year decrease of \$2.8 million.

The Bank reported total assets of \$1.387 billion as of September 30, 2024, representing a 15.7% increase compared to the reporting period ending September 30, 2023, and year over year loan growth of \$169 million or 17.6%. Total Bank deposits ended the third quarter of 2024 at \$1.216 billion, a \$179 million or 17.3% increase from \$1.037 billion on September 30, 2023.

Loan quality remains good with non-performing assets as a percentage of total assets of 0.36% on September 30, 2024, compared to 0.10% as of September 30, 2023. The Bank had no Other Real Estate Owned (OREO) on September 30, 2024, and TDR loans totaling \$1.2 million. Allowance for Credit Losses (ACL) to gross loans was 1.20% as of September 30, 2024, compared to 1.37% as of September 30, 2023. The Bank recorded \$0.9 million provision for loan loss expense, for the nine months ending September 30, 2024, compared to \$0.5 million recorded for the nine months ending September 30, 2023.

"The Bank continued its growth in the third quarter with both loans and deposits. The Bank is looking to end the year strong heading into 2025," 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

	9/30/2024		6/30/2024		% Change		9/30/2023	
Net Income	\$	1,741	\$	2,185		-20.33%	\$	2,309
Net Income Per Share (Basic)	\$	0.11	\$	0.13		-20.33%	\$	0.14
ROAA (Annualized)		0.51%		0.66%		-0.15%		0.78%
ROAE (Annualized)		7.00%		9.00%		-2.00%		10.19%
Efficiency Ratio		76.42%		69.30%		7.13%		70.93%
Assets	\$	1,388,089	\$	1,349,130		2.89%	\$	1,199,631
Gross Loans	\$	1,129,300	\$	1,127,690		0.14%	\$	960,639
Deposits Non-Interest Bearing	\$	1,214,579	\$	1,181,974		2.76%	\$	1,035,746
Deposits Common	\$	201,331	\$	188,077		7.05%	\$	198,575
Equity Ending Common	\$	100,918	\$	98,163		2.81%	\$	90,937
Shares O/S Book Value Per Common		16,520,000		16,520,000		-		16,390,000
Shares	\$	6.11	\$	5.94	\$	0.17	\$	5.55

At or for the Nine Months Ended

	9/30/2024		9/30/2023		Y-O-Y Change
Net Income	\$	5,392	\$	8,136	\$ (2,743) -33.72%
Net Income Per Share (Basic)	\$	0.33	\$	0.50	\$ (0.17) -33.99%

ROAA					
(Annualized)	0.53%	0.92%	-0.40%	-42.93%	
ROAE					
(Annualized)	7.22%	11.97%	-4.74%	-39.65%	
Efficiency					
Ratio	74.96%	66.08%	8.88%	13.45%	
Assets	\$ 1,388,089	\$ 1,199,631	\$ 188,458	15.71%	
Gross Loans					
(Excl. Loans					
HFS)	\$ 1,116,739	\$ 949,987	\$ 166,752	17.55%	
Deposits	\$ 1,214,579	\$ 1,035,746	\$ 178,833	17.27%	
Non-Interest					
Bearing					
Deposits	\$ 201,331	\$ 198,575	\$ 2,756	1.39%	
Common					
Equity	\$ 100,918	\$ 90,937	\$ 9,981	10.98%	
Ending					
Common					
Shares O/S	16,520,000	16,390,000	130,000	0.79%	
Book Value					
Per Common					
Shares	\$ 6.11	\$ 5.55	\$ 0.56	10.10%	

US METRO BANK (only)
FINANCIAL HIGHLIGHTS (unaudited)

BALANCE SHEET

(All amounts in thousands except per share information)

Assets	9/30/2024	9/30/2023	Y-O-Y Change	
Cash and Due				
From Bank	\$ 14,048	\$ 12,511	\$ 1,537	12.3%
Investments				
and Fed				
Funds Sold	\$ 222,684	\$ 204,547	18,137	8.9%
Gross Loans	1,129,300	960,639	168,661	17.6%
Allowance for				
Credit Losses	(13,584)	(13,117)	(467)	3.6%
Other Assets	34,450	34,364	86	0.3%
Total Assets	\$ 1,386,899	\$ 1,198,944	\$ 187,955	15.7%

Liabilities and Capital							
	9/30/2024		9/30/2023		Y-O-Y Change		
Deposits	\$	1,216,005	\$	1,036,776	\$	179,229	17.3%
Borrowings		30,119		30,749		(630)	-2.0%
Other Liabilities		16,011		15,988		23	0.1%
Equity		124,763		115,431		9,332	8.1%
Total Liabilities and Capital	\$	1,386,899	\$	1,198,944	\$	187,955	15.7%

STATEMENT

OF

OPERATIONS

Three Months Ended

Income Statement							
	9/30/2024		6/30/2024		Q-O-Q Change		
Interest Income	\$	21,151	\$	20,069	\$	1,082	5.4%
Interest Expense		11,763		11,269		494	4.4%
Net Interest Income		9,388		8,800		588	6.7%
Provision for Credit Losses		300		600		(300)	
Other Income		2,913		3,482		(569)	-16.3%
Operating Expenses		9,034		8,158		876	10.7%
Tax		907		1,024		(117)	-11.4%
Net Income	\$	2,060	\$	2,500	\$	(440)	-17.6%

STATEMENT

OF

OPERATIONS

Nine Months Ended

Income Statement			
	9/30/2024	9/30/2023	Y-O-Y Change

Interest							
Income	\$	60,135	\$	48,513	\$	11,622	24.0%
Interest							
Expense		33,865		22,193		11,672	52.6%
Net Interest							
Income		26,270		26,320		(50)	-0.2%
Provision for							
Credit Losses		900		500		400	80.0%
Other Income		8,959		9,658		(699)	-7.2%
Operating							
Expenses		25,316		22,674		2,642	11.7%
Tax		2,668		3,650		(982)	-26.9%
Net Income	\$	6,345	\$	9,154	\$	(2,809)	-30.7%

Ratios	9/30/2024	9/30/2023	Y-O-Y Change
Net Loan to			
Deposits	91.75%	91.39%	0.36%
ACL/Gross			
Loans	1.20%	1.37%	-0.16%
NPAs/Total			
Assets	0.36%	0.10%	0.26%
Tier One			
Leverage			
Ratio	9.57%	10.33%	-0.76%
YTD ROAA			
(annualized)	0.65%	1.06%	-0.41%
YTD ROAE			
(annualized)	6.96%	10.72%	-3.76%
Net Interest			
Margin (QTD)	2.81%	2.91%	-0.10%
Net Interest			
Margin (YTD)	2.74%	3.11%	-0.37%

Contacts

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