

FOR IMMEDIATE RELEASE



Pacific Alliance Bank Announces Fourth Quarter 2019 Operating Results

ROSEMEAD, CALIFORNIA – **Pacific Alliance Bank (OTC: PFBN)** unaudited operating results at and for the period ending December 31, 2019 are as follows:

- The Bank reported after tax net income of \$2.32 million or \$0.74 per share for the 12-months ended December 31, 2019, compared with a net income of \$3.51 million or \$1.12 per share for the same period in 2018. The decrease year over year was primarily attributed to the declining interest rate environment in the current year.
- Total assets increased by \$1.52 million to \$269.12 million, a 0.57% increase from \$267.60 million at December 31, 2018.
- Gross loans outstanding increased by \$3.99 million to \$213.78 million, a 1.90% increase from \$209.79 million at December 31, 2018.
- Total deposits decreased by \$4.25 million to \$221.38 million, a 1.88% decrease from \$225.63 million at December 31, 2018.
- There was a reversal of \$400,000 in provision for loan losses which reduced the allowance for loan losses to \$3.40 million at December 31, 2019. The allowance for loan losses to total gross loans was 1.59% at December 31, 2019.
- There were no impaired loans on the SBA loan unguaranteed portion at December 31, 2019.
- The Bank continues to be categorized as “well-capitalized” under the regulatory guidelines with common equity tier 1 capital ratio of 16.82%, tier 1 capital ratio of 16.82%, total capital ratio of 18.07% and tier 1 leverage ratio of 14.18%.
- The Bank’s ROA as of December 31, 2019 was 0.83% and ROE was 6.11%. For the same period in 2018, ROA and ROE were 1.29% and 10.07%, respectively.

About Pacific Alliance Bank

Pacific Alliance Bank is a full-service FDIC insured community bank, headquartered at 8400 E. Valley Blvd., Rosemead, California 91770. The Bank has additional full-service branches located at 18253 Colima Road, #101, Rowland Heights, California 91748 and 3975-A Alton Parkway, Irvine, California 92606. For more information, please contact Mr. Chris Chan, Executive Vice President and Chief Financial Officer, at (626) 773-8893 or cchan@pacificalliancebank.com, or visit www.pacificalliancebank.com.

Pacific Alliance Bank continues its mission of delivering business value, serving small to midsize businesses, owners, and key employers who seek a personal bank ready to meet their banking needs with customized services.

Forward Looking Statements

This document may include forward-looking information, which is subject to the "safe harbor" created by Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act and the Private Securities Litigation Reform Act of 1995. When the Bank uses or incorporates by reference in this document the words "anticipate," "estimate," "expect," "project," "intend," "commit," "believe" and similar expressions, the Bank intends to identify forward-looking statements. Our actual results may differ materially from those projected in any forward-looking statements, as they will depend on many factors about which we are unsure, including many factors which are beyond our control.