

FOR IMMEDIATE RELEASE



Pacific Alliance Bank Announces Third Quarter 2020 Operating Results

ROSEMEAD, CALIFORNIA – **Pacific Alliance Bank (OTC: PFBN)** unaudited operating results at and for the period ending September 30, 2020 are as follows:

- The Bank reported after tax net income of \$1.57 million or \$0.50 per share for the 9-months ended September 30, 2020, compared with a net income of \$1.82 million or \$0.58 per share for the same period in 2019. The decrease year over year was primarily attributed to the declining interest rate environment in the current year.
- Total assets increased by \$81.91 million to \$358.67 million, a 29.60% increase from \$276.76 million at September 30, 2019.
- Gross loans outstanding increased by \$61.59 million to \$258.94 million, a 31.21% increase from \$197.37 million at September 30, 2019.
- Total deposits increased by \$66.49 million to \$296.22 million, a 28.94% increase from \$229.73 million at September 30, 2019.
- There was addition in provision for loan losses of \$434,000 which increased the allowance for loan losses to \$3.84 million at September 30, 2020. The allowance for loan losses to total gross loans was 1.48% at September 30, 2020.
- There were no impaired loans on the SBA loan unguaranteed portion at September 30, 2020.
- The Bank continues to be categorized as “well-capitalized” under the regulatory guidelines with common equity tier 1 capital ratio of 14.34%, tier 1 capital ratio of 14.34%, total capital ratio of 15.60%, tier 1 leverage ratio of 11.56% and community bank leverage ratio (CBLR) of 11.56%.
- The Bank’s ROA as of September 30, 2020 was 0.68% and ROE was 5.23%. For the same period in 2019, ROA and ROE were 0.87% and 6.48%, 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.