



Earnings Results

First Quarter 2023

April 21, 2023



Safe Harbor Statement

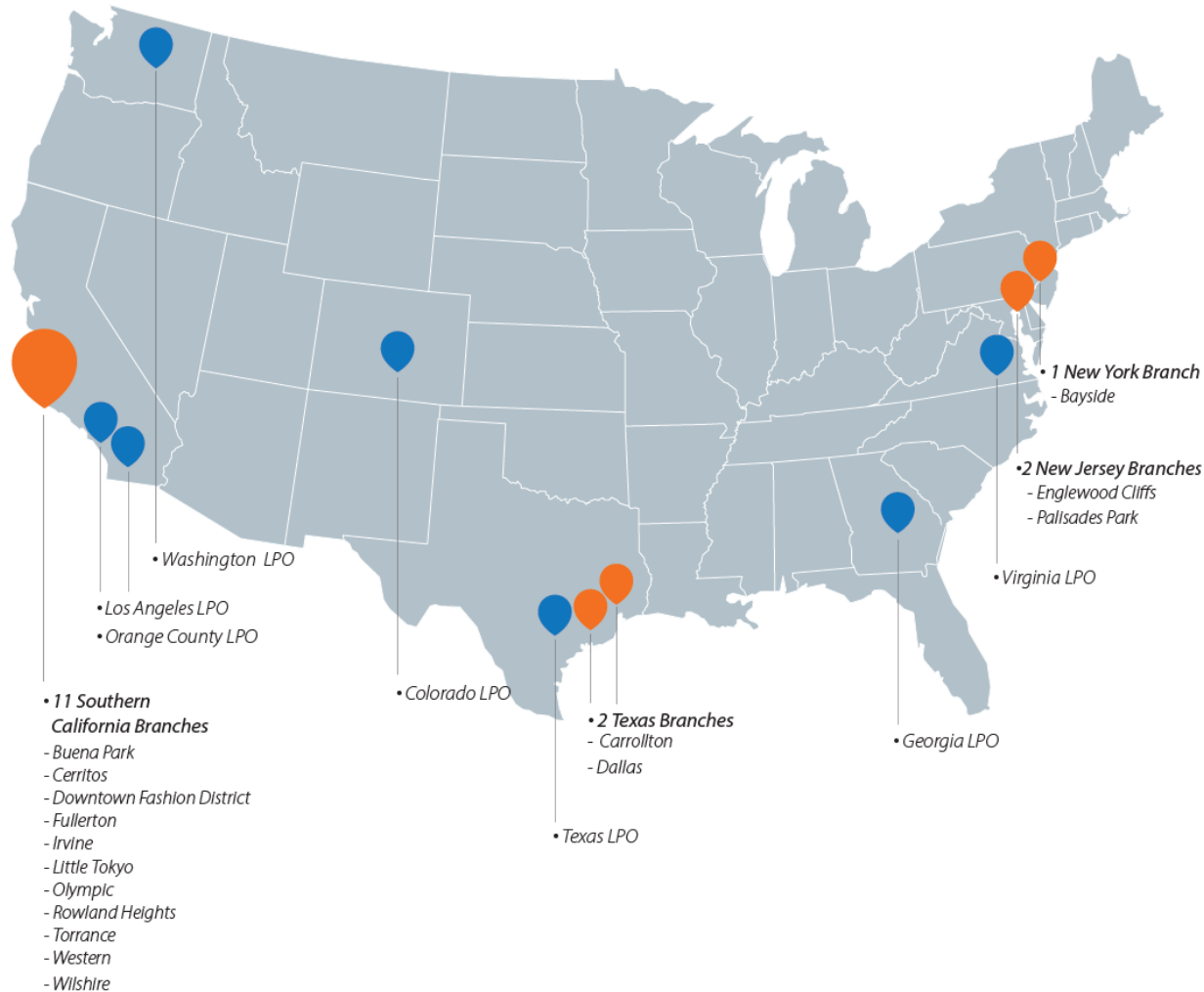
This presentation (and oral statements made regarding the subject of this presentation) contains certain “forward-looking statements” that are based on various facts and derived utilizing numerous important assumptions and are subject to known and unknown risks, uncertainties and other factors that may cause our actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Forward-looking statements include information about our future financial performance, business and growth strategy, projected plans and objectives, as well as projections of macroeconomic and industry trends, which are inherently unreliable due to the multiple factors that impact economic trends, and any such variations may be material. Statements preceded by, followed by or that otherwise include the words “believes,” “expects,” “anticipates,” “intends,” “projects,” “estimates,” “plans” and similar expressions or future or conditional verbs such as “will,” “should,” “would,” “may” and “could” are generally forward-looking in nature and not historical facts, although not all forward-looking statements include the foregoing. Forward-looking statements are based on management’s current expectations and involve risks and uncertainties that could cause actual results to differ materially from the Company’s historical results or those described in our forward-looking statements. PCB Bancorp disclaims any obligation to update any forward-looking statement.

This presentation contains certain non-GAAP financial measures intended to supplement, not substitute for, comparable GAAP measures. Reconciliations of non-GAAP financial measures to GAAP financial measures are provided at the end of this presentation. Numbers in the presentation may not sum due to rounding.



Introduction

Franchise Footprint



As of April 18, 2023

Common Stock

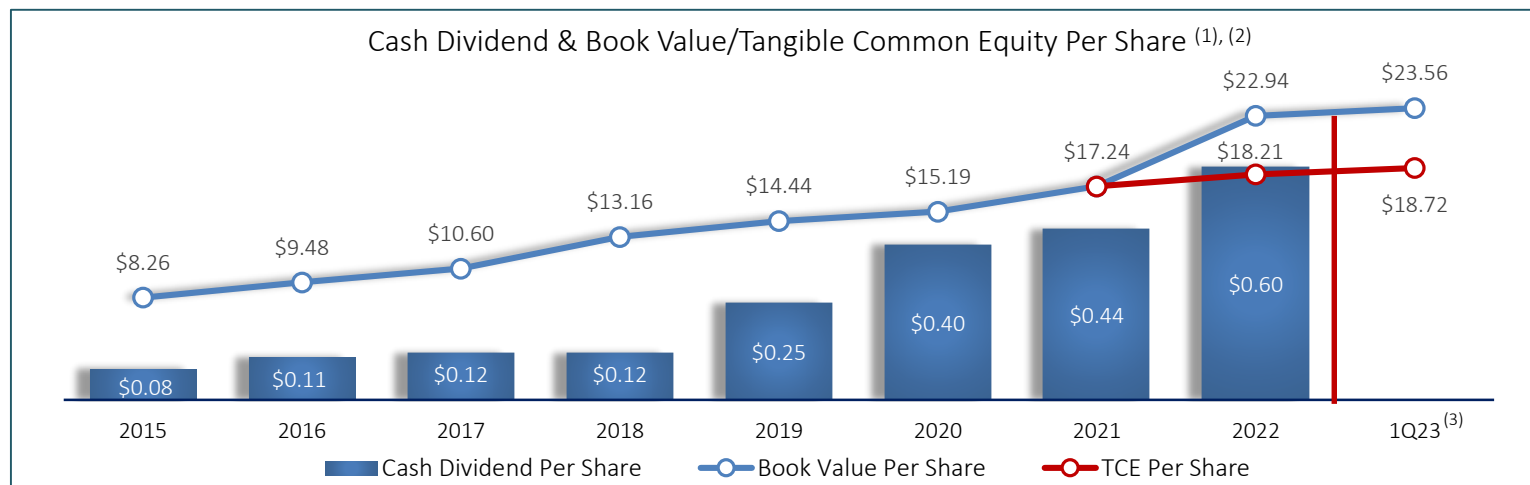
Ticker	PCB
Market Cap	\$188.3 million
Price Per Share	\$13.15
52 Week Range	\$13.15 - \$21.95
Dividend Yield (Dividend Payout Ratio)	4.56% (25.21% 2Q22-1Q23)
Number of Shares	14,317,390 Shares

Preferred Stock

Senior Non-Cumulative Perpetual, Series C 69,141 Shares (\$69.1 million)

Stock Repurchase Plan

Announced on July 28, 2022
5% of Outstanding (747,938 shares)
Completed in 1Q23, Purchased & Retired 747,938 shares



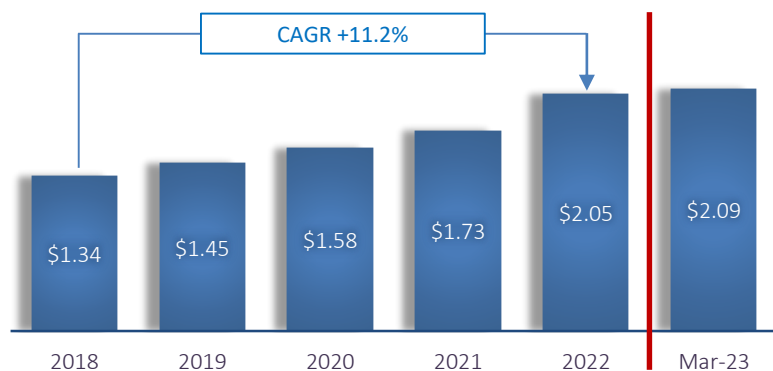
(1) Book value / Tangible Common Equity ("TCE") per share at period end.

(2) TCE per share is not presented in accordance with U.S. generally accepted accounting principles ("GAAP"). See "Non-GAAP measure" for a reconciliation of this measure to its most comparable GAAP measure.

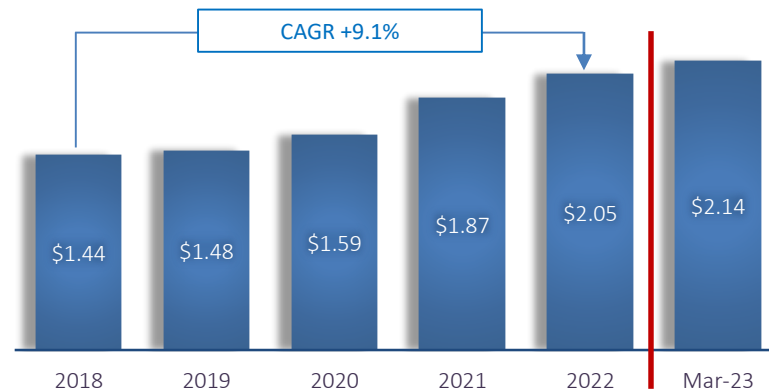
(3) Dividend is not declared yet.

Historical Performance

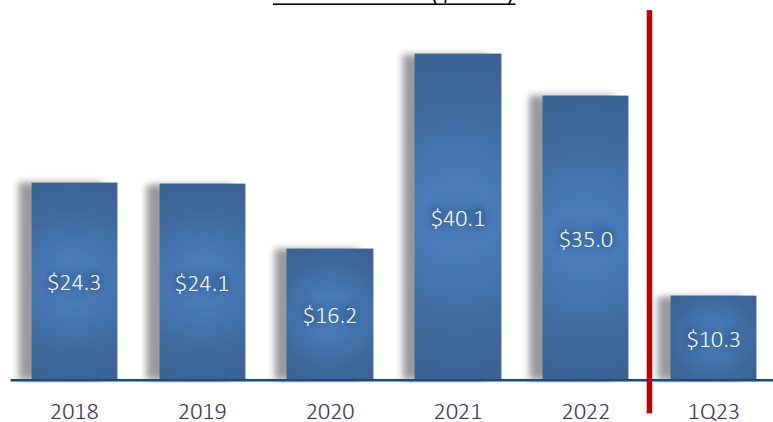
Held-For-Investment Loans (\$bn)



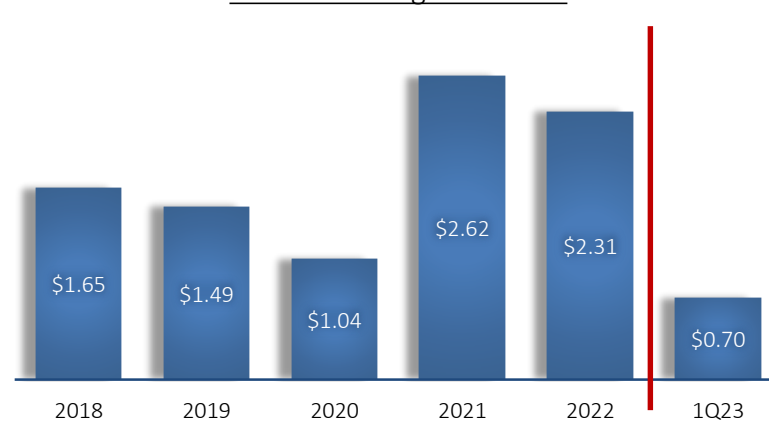
Deposits (\$bn)



Net Income (\$mm)

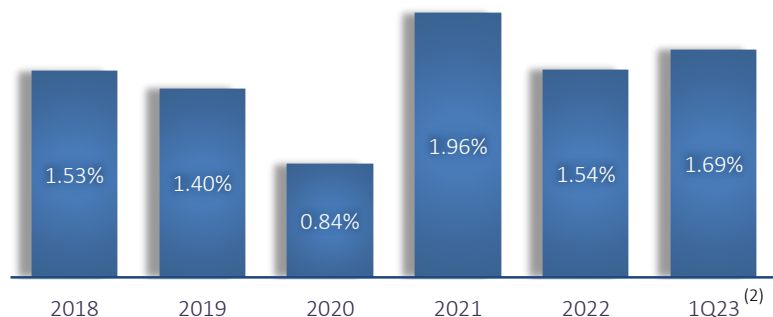


Diluted Earnings Per Share

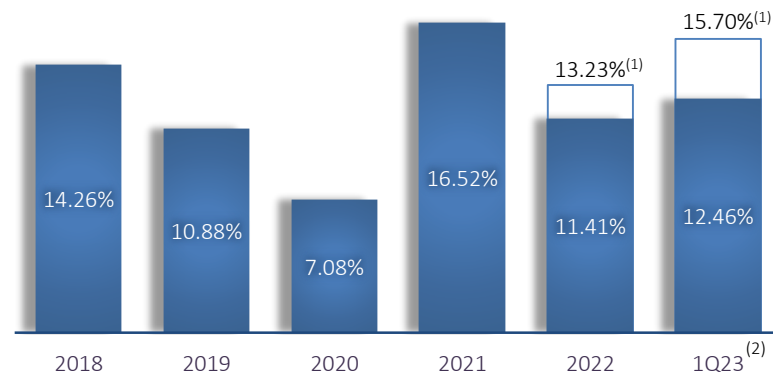


Historical Performance

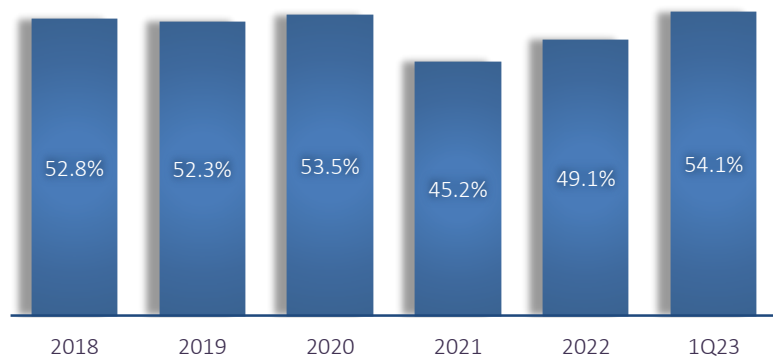
Return on Average Assets



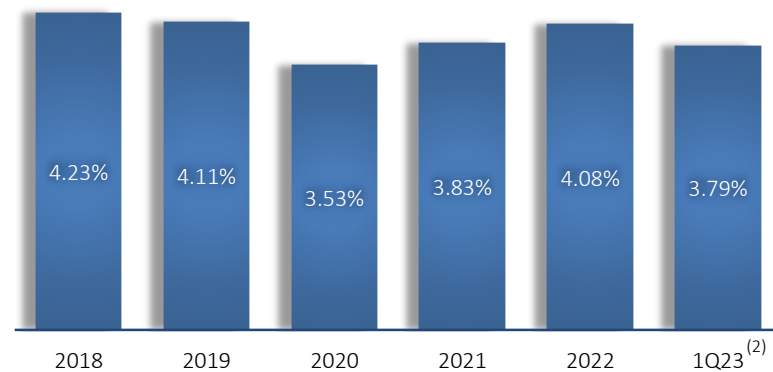
Return on Average Equity/TCE ⁽¹⁾



Efficiency Ratio



Net Interest Margin



(1) Return on average TCE ("ROATCE") is not presented in accordance with GAAP. See "Non-GAAP Measures" for reconciliation of this measure to its most comparable GAAP measure.

(2) Annualized.

Recent Financial Performance

(\$ in thousands except per share data)	As of or For the Quarter Ended		
	03/31/23	12/31/22	03/31/22
Income Statement Summary:			
Interest Income	\$ 34,536	\$ 31,576	\$ 20,894
Interest Expense	12,122	7,311	901
Net Interest Income	22,414	24,265	19,993
Noninterest Income	3,021	2,389	5,286
Noninterest Expense	13,754	13,115	12,071
Provision (reversal) for Credit Losses ⁽¹⁾	(2,778)	1,149	(1,191)
Pretax Income	14,459	12,390	14,399
Income Tax Expense	4,162	3,688	4,159
Net Income	10,297	8,702	10,240
Diluted Earnings Per Share ("EPS")	\$ 0.70	\$ 0.58	\$ 0.67
Selected Balance Sheet Items:			
Loans held-for-investment ("HFI")	\$ 2,092,442	\$ 2,046,063	\$ 1,742,955
Loans held-for-sale ("HFS")	14,352	22,811	18,340
Total Deposits	2,141,689	2,045,983	1,910,379
Total Assets	2,500,524	2,420,036	2,199,742
Shareholders' Equity	336,830	335,442	261,058
Key Metrics:			
Book Value Per Share	\$ 23.56	\$ 22.94	\$ 17.47
TCE Per Share ⁽²⁾	\$ 18.72	\$ 18.21	\$ 17.47
Return on Average Assets ("ROAA") ⁽³⁾	1.69%	1.44%	1.92%
Return on Average Equity ("ROAE") ⁽³⁾	12.46%	10.31%	16.01%
ROATCE ^{(1), (2)}	15.70%	12.99%	16.01%
Net Interest Margin ⁽²⁾	3.79%	4.15%	3.87%
Efficiency Ratio	54.08%	49.20%	47.75%

- Adopted Current Expected Credit Losses ("CECL") accounting standard effective January 1, 2023, resulting in an initial adjustment to the allowance for credit losses ("ACL")⁽¹⁾ on loans of \$1.1 million and the ACL on off-balance sheet credit exposures of \$1.6 million.
- Recorded a provision (reversal) for credit losses on loans of \$(2.8) million for the current quarter compared with \$1.1 million for the previous quarter and \$(1.2) million for the year-ago quarter.
- ACL to loans held-for-investment ratio was 1.18% at March 31, 2023 compared with 1.22% at December 31, 2022.
- Completed the repurchase program that was announced on July 28, 2022. Repurchased and retired 747,938 shares of common stock at a weighted-average price of \$18.15 under this program.

(1) Provision (reversal) for credit losses and ACL for reporting periods beginning with January 1, 2023 are presented under ASC 326, while prior period comparisons continue to be presented under legacy ASC 450 and ASC 310 on this report

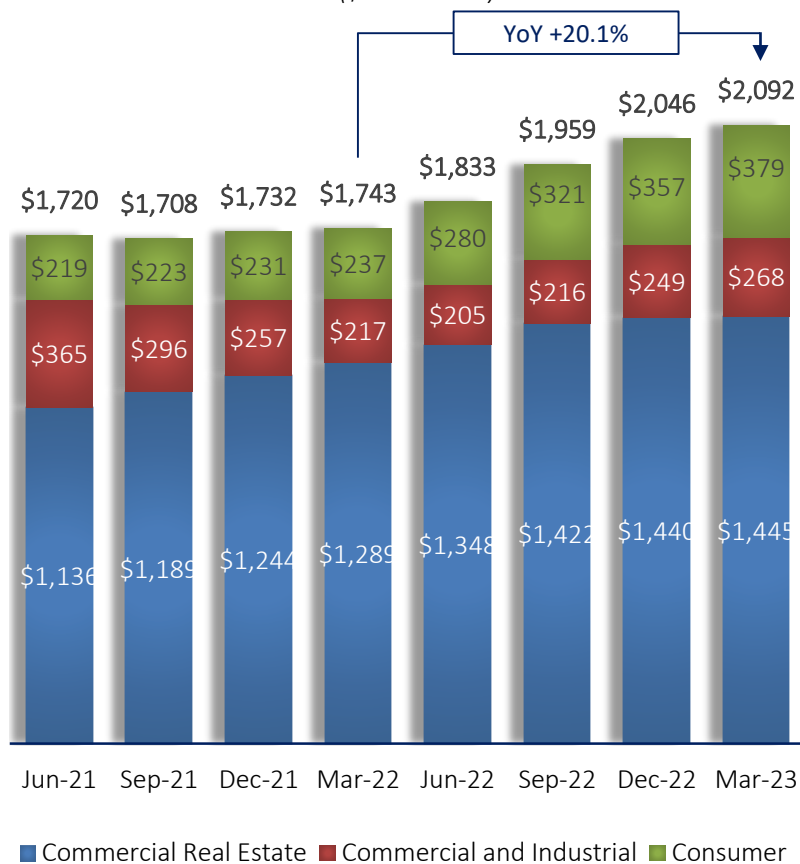
(2) Not presented in accordance with GAAP. See "Non-GAAP Measures" for reconciliation of these measures to their most comparable GAAP measures.

(3) Annualized.

Loan Overview

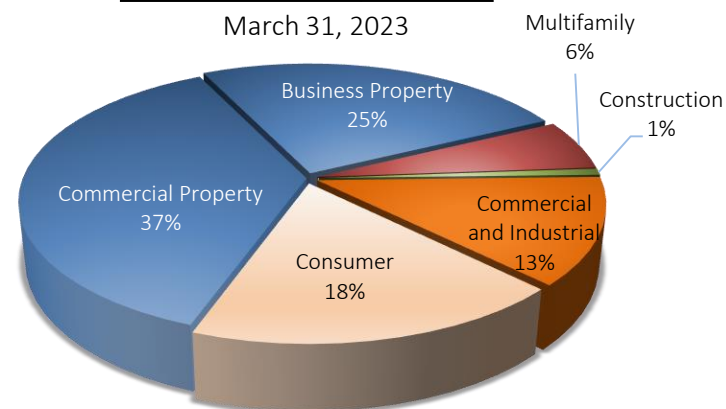
HFI Loan Trend

(\$ in millions)



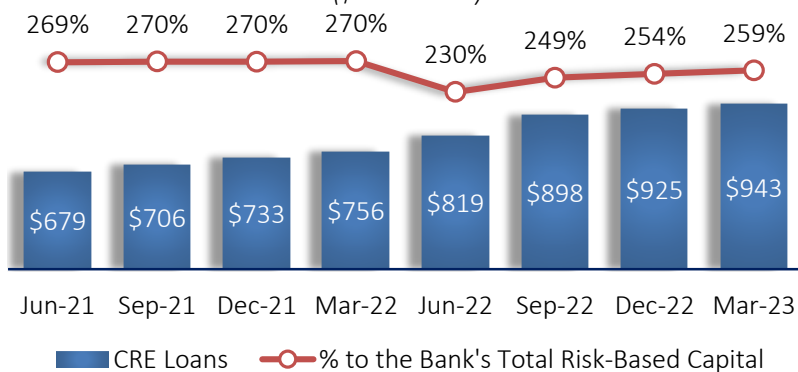
HFI Loan Composition

March 31, 2023



Commercial Real Estate⁽¹⁾ Loan Trend

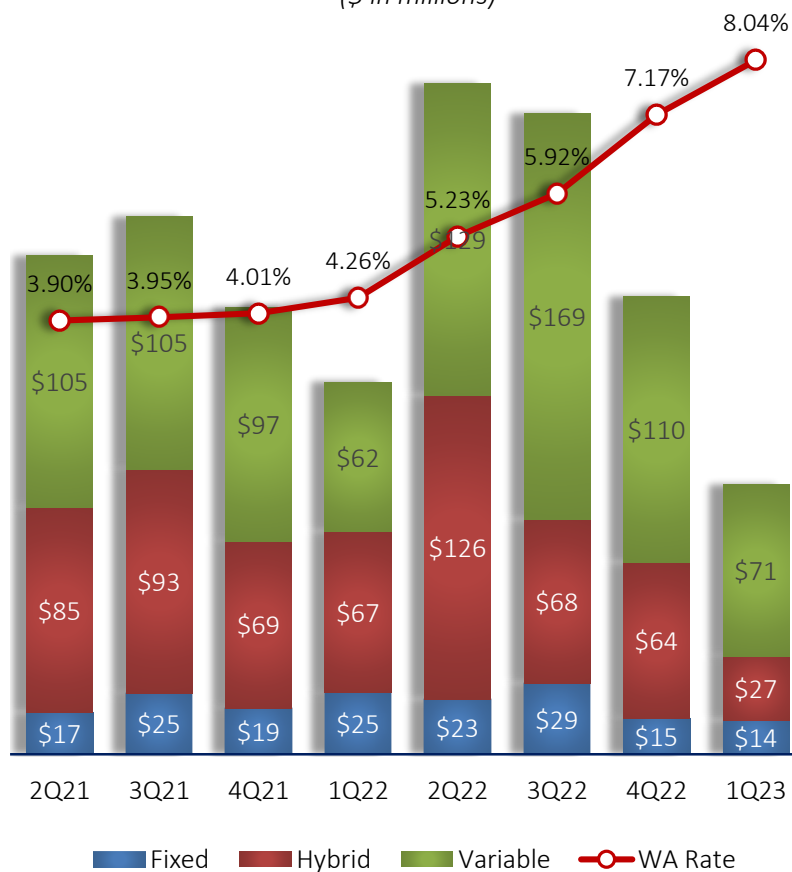
(\$ in millions)



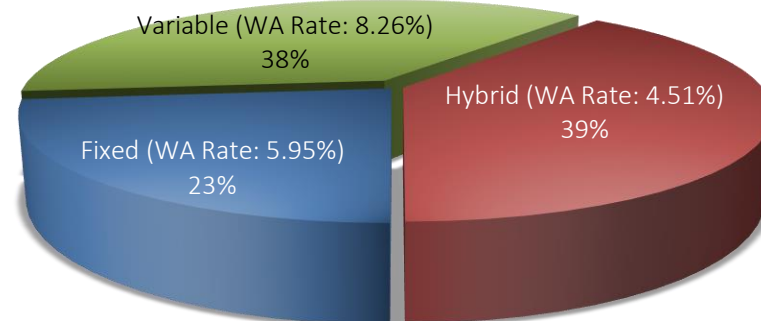
(1) Per regulatory definitions in the Commercial Real Estate ("CRE") Concentration Guidance

Loan Rate Mix

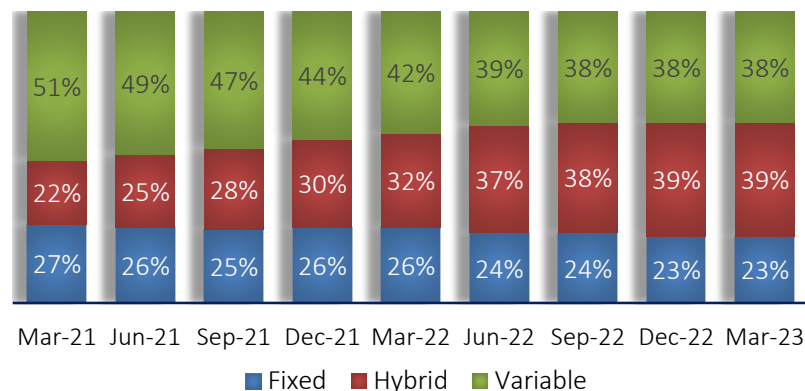
New Production^{(1),(2)} by Rate Type
(\$ in millions)



Interest Rate Mix⁽²⁾
March 31, 2023



Interest Rate Mix Trend⁽²⁾



(1) Total commitment basis
(2) Excluding SBA PPP loans.

Loan Yield Analysis

Loan Repricing Schedule as of March 31, 2023

(\$ in thousands)	HFI Loans		HFS Loans		Total Loans ⁽²⁾	
	Carrying Value	Rate ⁽¹⁾	Carrying Value	Rate ⁽¹⁾	Carrying Value	Rate ⁽¹⁾
Less Than 3 Months	\$ 680,595	8.62%	\$ 14,352	9.34%	\$ 694,947	8.63%
3 to 12 Months	97,887	5.18%	0		97,887	5.18%
1 to 3 Years	371,425	4.63%	0		371,425	4.63%
3 to 5 Years	810,544	4.54%	0		810,544	4.54%
More than 5 Years	131,991	4.84%	0		131,991	4.84%
Total	\$ 2,092,442	5.93%	\$ 14,352	9.34%	\$ 2,106,794	5.96%

Breakout of Interest and Fee Income on Loans

(\$ in thousands)	Total Loans ⁽²⁾	
	Amount	Yield
1Q23		
Average Carrying Value	\$ 2,072,415	
Interest on Loans	\$ 30,383	5.95%
Fee (Cost)	122	0.02%
Prepayment Penalty & Late Charges	53	0.01%
Discount (Premium)	671	0.13%
Total Interest & Fees	\$ 31,229	6.11%

(1) Weighted-average contractual rate

(2) Include both HFI & HFS loans

Loan Concentration

Commercial Real Estate Loans By Property Type as of March 31, 2023

(\$ in thousands)	Carrying Value	% to Total	Count	WA LTV ⁽¹⁾	WA Rate	Maturing			
						<= 1 Year	2-3 Years	3-5 Years	> 5 Years
Retail (More than 50%)	\$ 307,690	21.1%	289	48.8%	5.72%	\$ 25,297	\$ 92,783	\$ 73,364	\$ 116,246
Industrial	267,314	18.5%	167	50.5%	5.62%	46,005	51,123	60,870	109,316
Mixed Use	149,348	10.3%	141	47.2%	5.27%	8,710	37,151	57,345	46,142
Motel & Hotel	107,718	7.5%	106	49.4%	6.94%	10,370	12,264	24,383	60,701
Apartments	107,005	7.4%	54	52.1%	4.68%	7,228	8,590	39,277	51,910
Gas Station	95,286	6.6%	121	55.7%	6.29%	3,009	5,154	24,377	62,746
Office	78,941	5.5%	50	55.5%	5.48%	9,575	12,868	29,561	26,937
Medical	58,191	4.0%	30	42.0%	7.24%	12,012	492	30,056	15,631
Auto (Sales, Repair, & etc.)	38,485	2.7%	32	55.7%	5.16%	699	9,932	748	27,106
Car Wash	37,068	2.6%	31	51.4%	5.74%	1,498	11,899	8,235	15,436
Spa, Sauna, & Other Self-Care	33,580	2.3%	10	49.5%	5.32%	3,439	13,712	436	15,993
Golf Course	28,226	2.0%	6	48.9%	4.39%	2,128	18,189	5,660	2,249
Condominium (Commercial)	28,208	2.0%	36	48.2%	5.64%	2,939	8,345	7,542	9,382
Wholesale	24,681	1.7%	18	45.0%	5.75%	3,459	4,408	3,346	13,468
Construction	15,930	1.1%	4	50.5%	9.00%	15,930	0	0	0
Church	11,031	0.8%	16	35.1%	4.78%	1,161	1,439	5,334	3,097
Others	56,487	3.9%	74	54.0%	6.16%	7,401	12,489	9,907	26,690
Total	\$ 1,445,189	100.0%	1,185	50.1%	5.75%	\$ 160,860	\$ 300,838	\$ 380,441	\$ 603,050

(1) Collateral value at origination

Loan Concentration

Commercial and Industrial Loans – By Industry Type as of March 31, 2023

(\$ in thousands)	Carrying Value	% to Total	WA Rate	WA Remaining Months to Maturity
General Manufacturing & Wholesale Trade	\$ 57,800	21.6%	8.27%	19
Finance & Insurance	47,381	17.7%	7.69%	7
Food Services	43,003	16.1%	8.65%	47
Real Estate Related	34,049	12.7%	8.86%	56
Retail Trade	33,671	12.6%	7.49%	22
Entertainment & Recreation	21,509	8.0%	8.11%	31
Professional, Scientific, & Technical Services	16,895	6.3%	8.47%	19
Other Services	4,508	1.7%	7.81%	43
Transportation & Warehousing	3,543	1.3%	7.94%	9
Health Care & Social Assistance	2,909	1.1%	8.89%	27
All Other	2,406	0.9%	7.60%	29
Total	\$ 267,674	100.0%	8.19%	28

Residential Mortgage Loans as of March 31, 2023

(\$ in thousands)	Carrying Value	WA LTV ⁽¹⁾	WA FICO
Residential Mortgage	\$ 356,967	60.2%	759

(1) Collateral value at origination

Loan Concentration

Geographic Concentration as of March 31, 2023

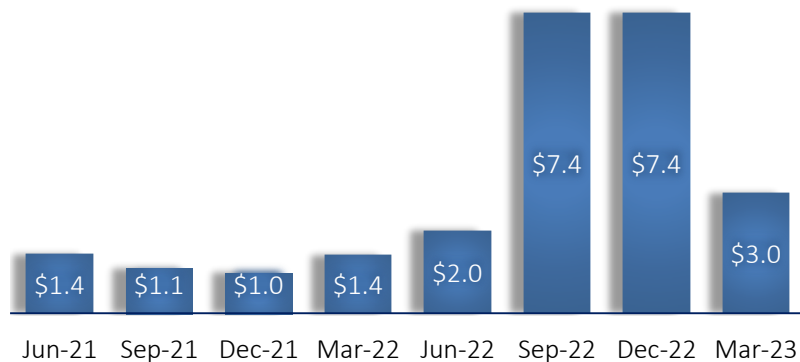
(\$ in thousands)	Commercial Real Estate		Commercial & Industrial		Residential Mortgage		Total ⁽¹⁾	
	Carrying Value	% to Total	Carrying Value	% to Total	Carrying Value	% to Total	Carrying Value	% to Total
California	\$ 1,165,780	80.8%	\$ 215,844	80.6%	\$ 355,356	99.5%	\$ 1,736,980	84.0%
New York	64,983	4.5%	14,532	5.4%	0		79,515	3.8%
Texas	66,096	4.6%	5,065	1.9%	0		71,161	3.4%
New Jersey	44,964	3.1%	8,397	3.1%	1,611	0.5%	54,972	2.7%
Washington	36,475	2.5%	2,310	0.9%	0		38,785	1.9%
Nevada	13,434	0.9%	6,473	2.4%	0		19,907	1.0%
Georgia	9,896	0.7%	737	0.3%	0		10,633	0.5%
Illinois	7,627	0.5%	712	0.3%	0		8,339	0.4%
Colorado	5,984	0.4%	730	0.3%	0		6,714	0.3%
Oregon	2,552	0.2%	3,836	1.4%	0		6,388	0.3%
Virginia	3,441	0.2%	95	0.0%	0		3,536	0.2%
Maryland	1,902	0.1%	944	0.4%	0		2,846	0.1%
Pennsylvania	2,652	0.2%	16	0.0%	0		2,668	0.1%
Other States	19,403	1.3%	7,983	3.0%	0		27,386	1.3%
Total	\$ 1,445,189	100.0%	\$ 267,674	100.0%	\$ 356,967	100.0%	\$ 1,736,980	100.0%

(1) Total loans, excluding other consumer loans.

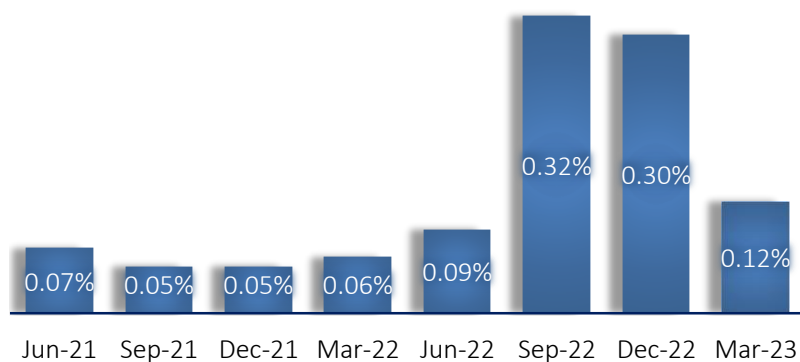
Credit Quality

Non-Performing Assets ("NPAs")

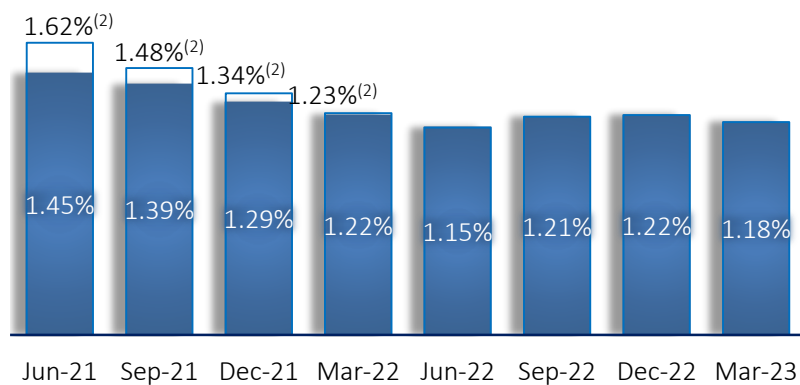
(\$ in millions)



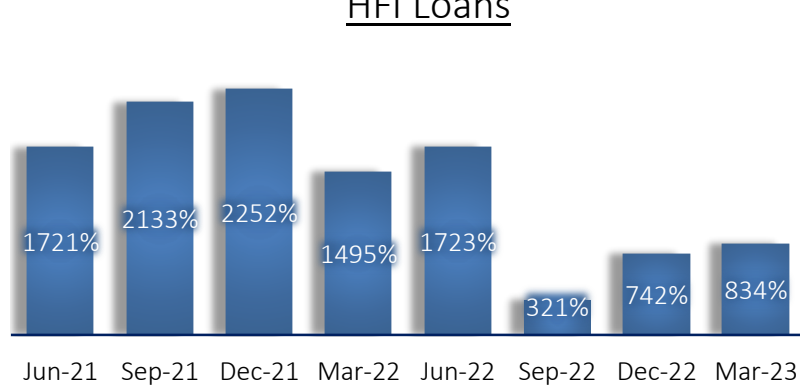
NPAs to Total Assets



ACL⁽¹⁾ to HFI Loans



ACL⁽¹⁾ to Non-Performing HFI Loans

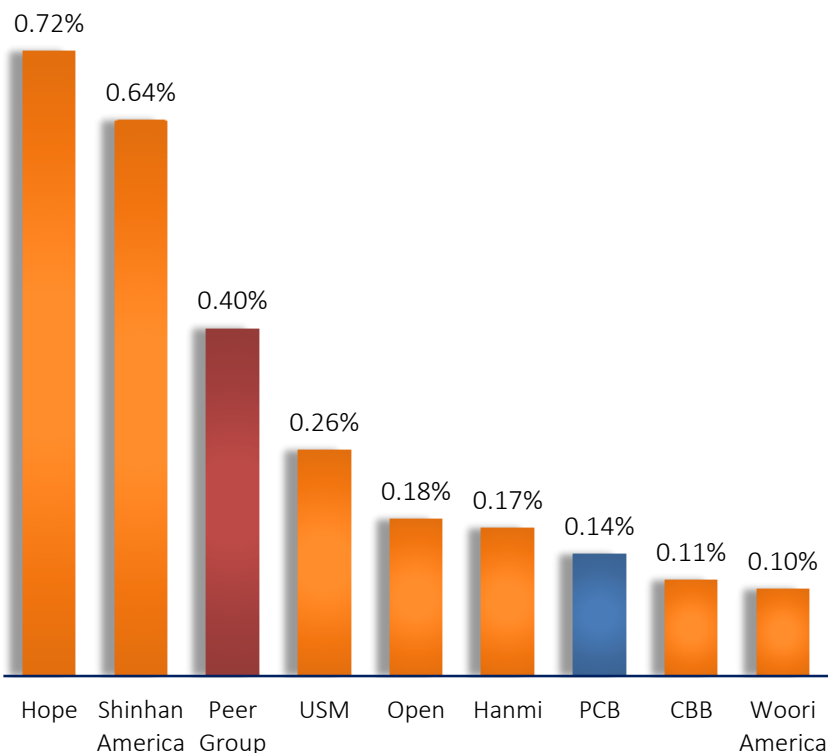


(1) This adjusted ACL to HFI Loans ratio excludes SBA PPP loans and is not presented in accordance with GAAP. See "Non-GAAP Measures" for reconciliation of this measure to its most comparable GAAP measures.

NPAs / (Total Loans + OREO)⁽²⁾

March 31, 2023

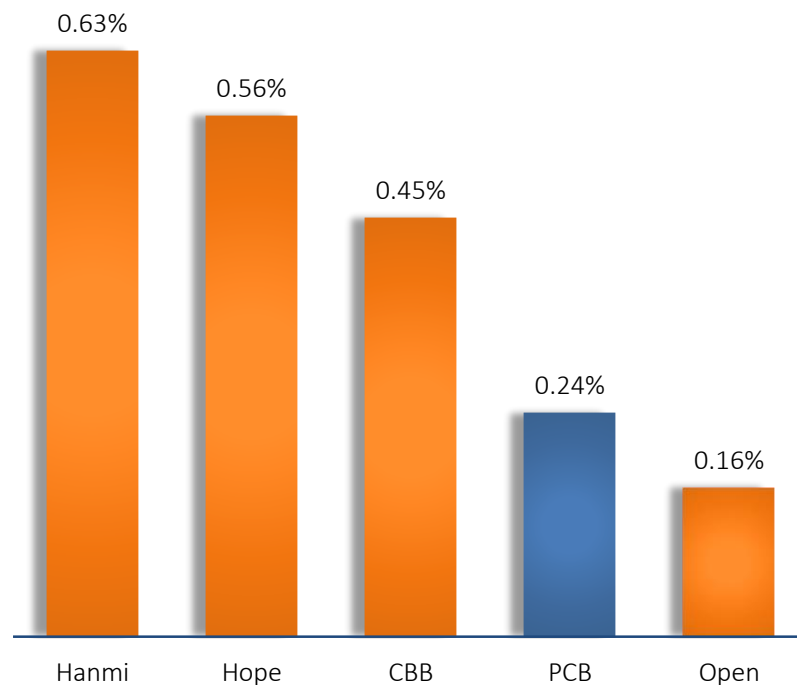
Peer Data as of December 31, 2022



Classified Assets to Total Assets⁽³⁾

March 31, 2023

Peer Data as of December 31, 2022



(1) Korean-American banks operating in Southern California

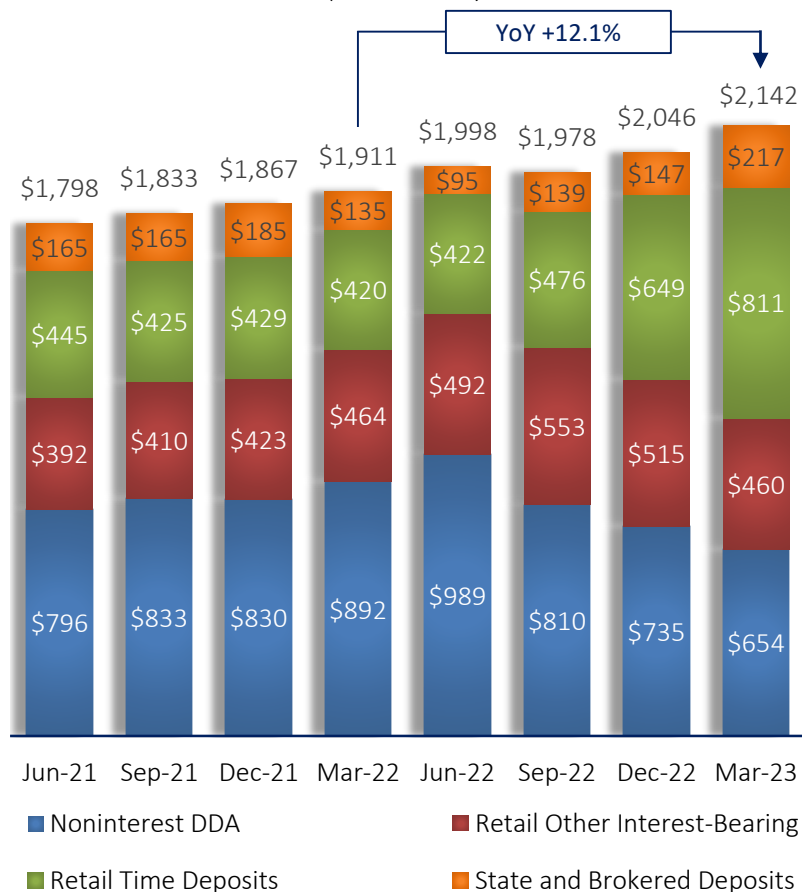
(2) Source: UBPR

(3) Source: Press release concerning financial performance

Deposit Overview

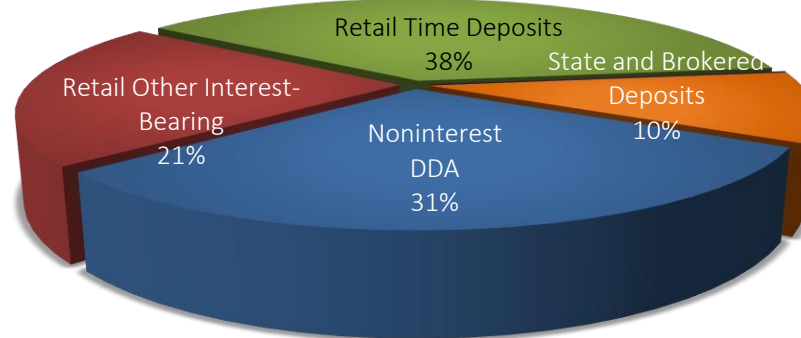
Deposit Trend

(\$ in millions)



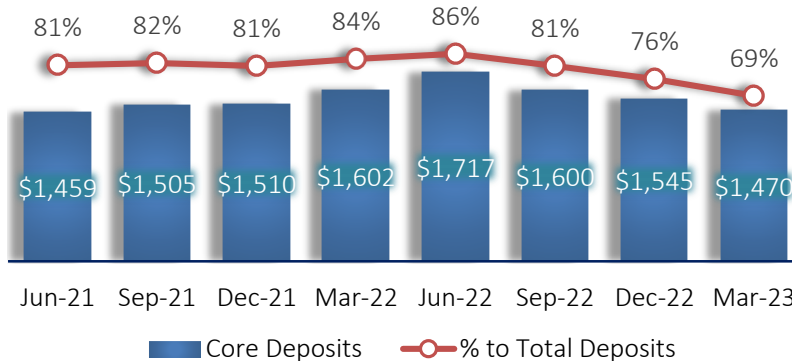
Deposit Composition

March 31, 2023



Core Deposits⁽¹⁾

(\$ in millions)



(1) Not presented in accordance with GAAP. See "Non-GAAP Measures" for reconciliation of this measure to its most comparable GAAP measure.

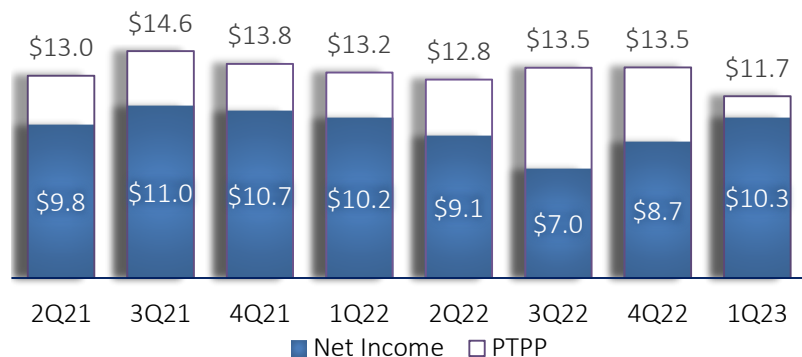
Maturity Schedule

Time Deposits as of March 31, 2023

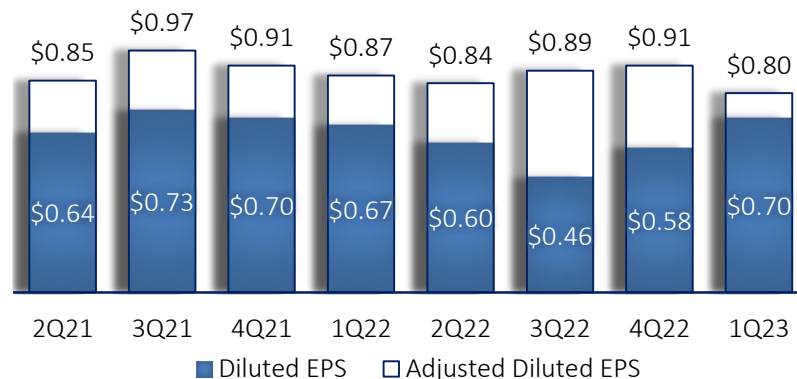
(\$ in thousands)	Retail Time Deposits		State and Brokered Time Deposits		Total	
	Amount	WA Rate	Amount	WA Rate	Amount	WA Rate
Less Than 3 Months	\$ 105,751	3.20%	\$ 136,871	4.13%	\$ 242,622	3.73%
3 to 6 Months	67,166	3.06%	47,827	4.39%	114,993	3.61%
6 to 9 Months	307,184	4.17%	27,608	4.36%	334,792	4.19%
9 to 12 Months	323,499	4.51%	3,756	3.90%	327,255	4.50%
More than 12 Months	6,913	2.34%	957	4.35%	7,870	2.58%
Total	\$ 810,513	4.07%	\$ 217,019	4.22%	\$ 1,027,532	4.10%

Profitability

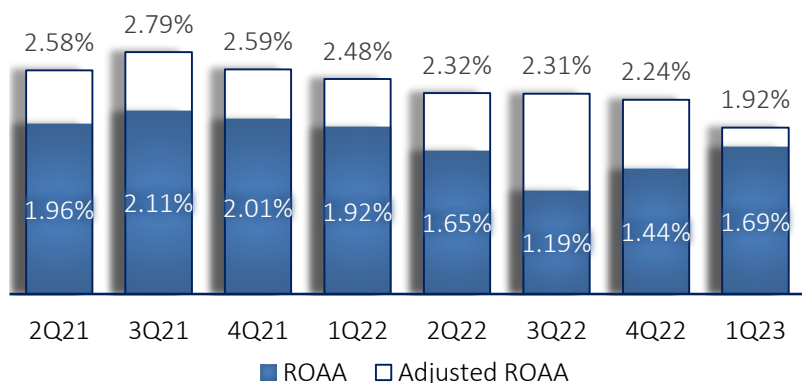
Net Income & PTPP⁽¹⁾ Income
(\$ in millions)



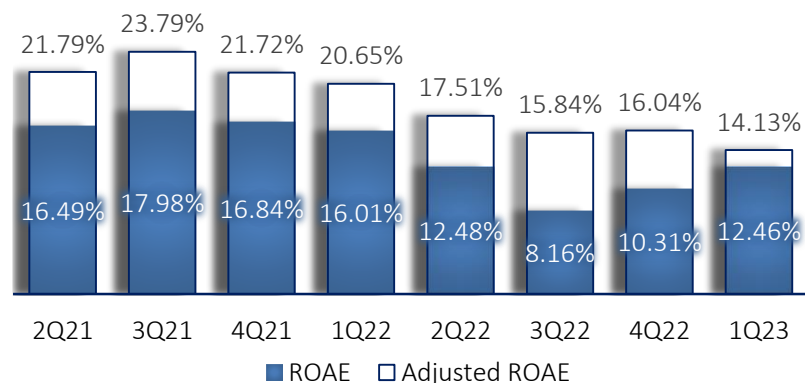
Diluted EPS & Adjusted Diluted EPS⁽¹⁾



ROAA & Adjusted ROAA⁽¹⁾



ROAE & Adjusted ROAE⁽¹⁾

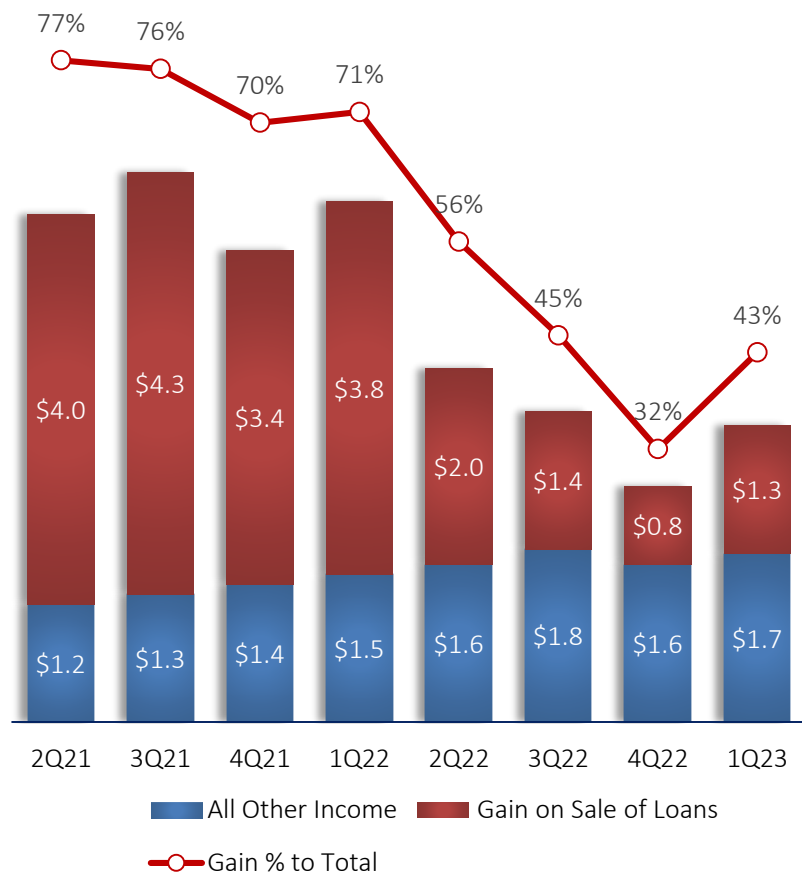


(1) PTPP (Pre-Tax Pre-Provision) income, and adjusted EPS, ROAA and ROAE for PTPP are not presented in accordance with GAAP. See "Non-GAAP measure" for reconciliations of these measures to their most comparable GAAP measures.

Noninterest Income

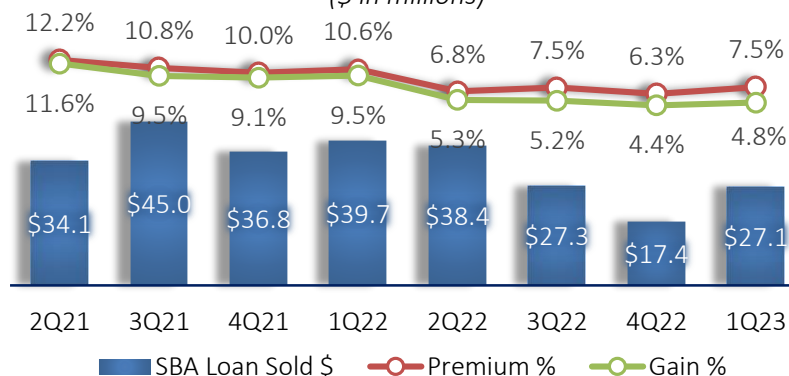
Noninterest Income Trend

(\$ in millions)



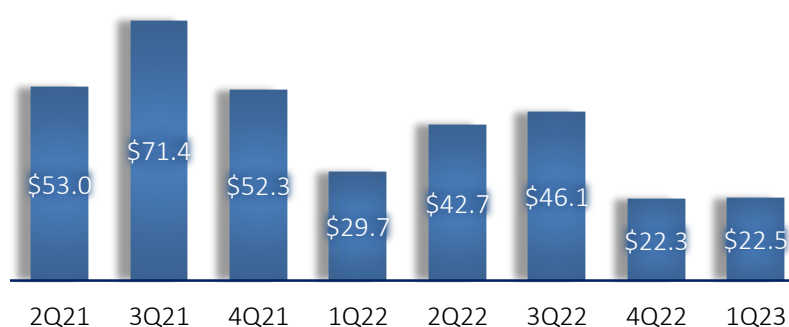
SBA Loan Sale Trend

(\$ in millions)



SBA 7(a) Loan Production ⁽¹⁾

(\$ in millions)

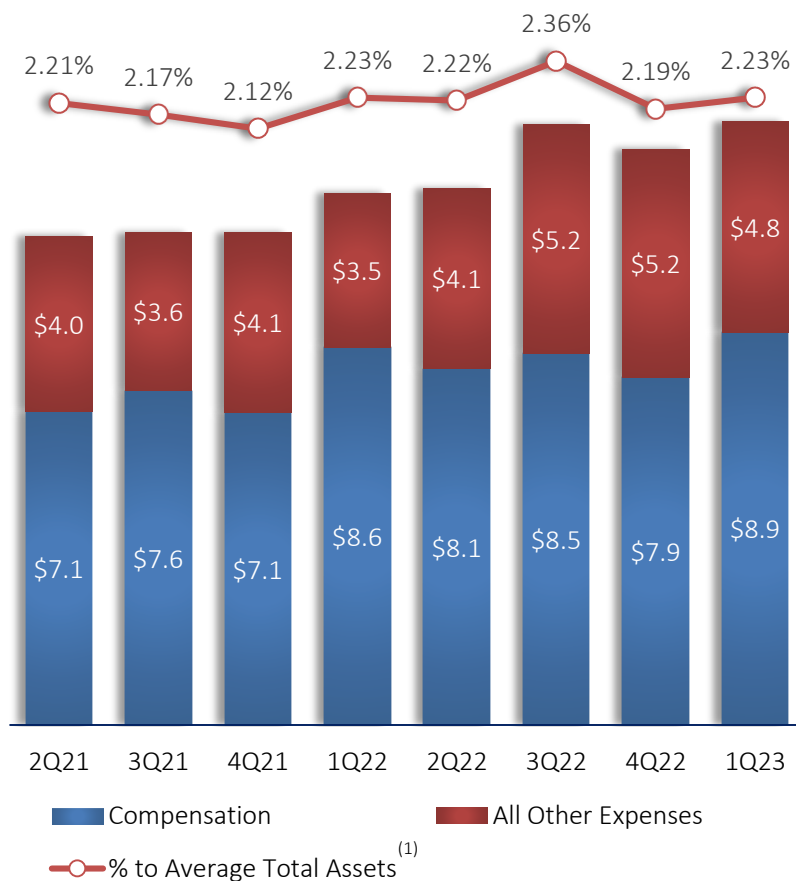


(1) Total commitment basis

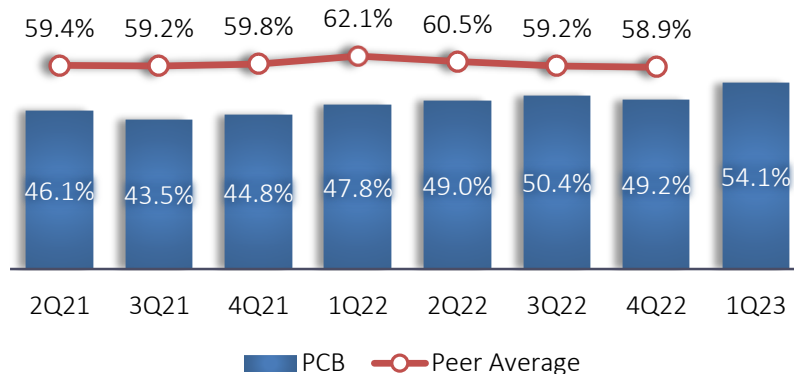
Noninterest Expense

Noninterest Expense Trend

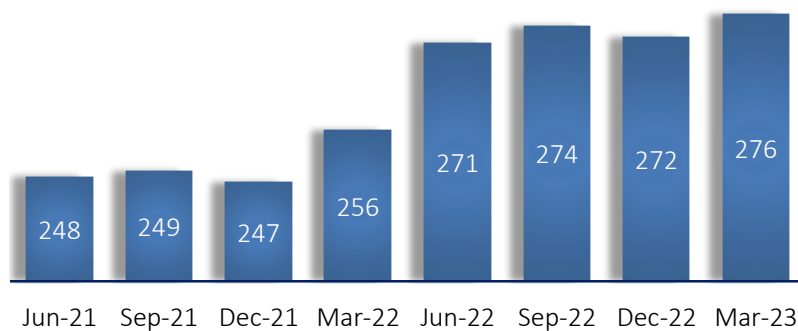
(\$ in millions)



Efficiency Ratio ⁽²⁾



Number of FTE ⁽³⁾ Employees



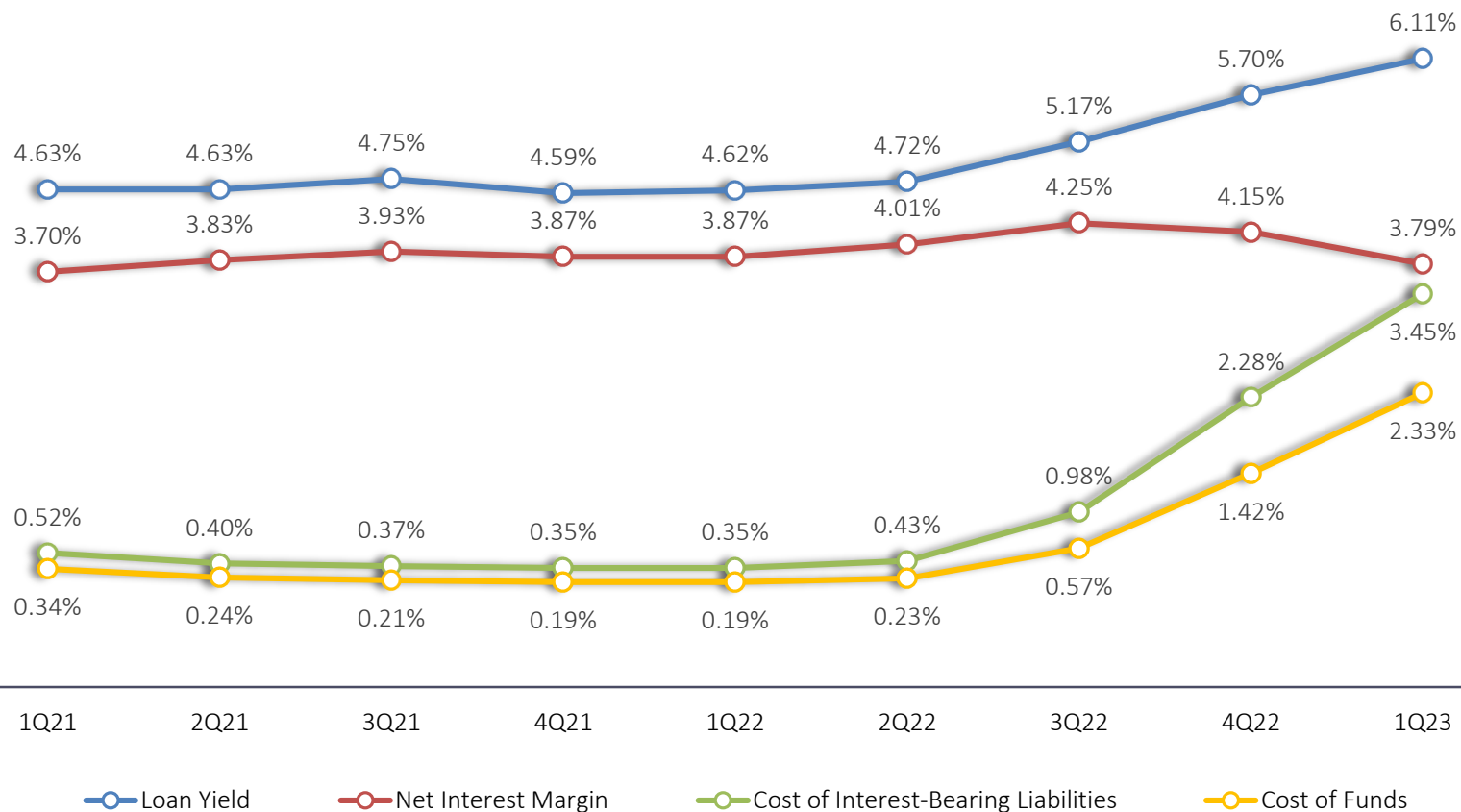
(1) Annualized

(2) Source: Peer \$1 to \$3 billion per UBPR

(3) Full-time equivalent

Net Interest Margin

Yield & Cost⁽¹⁾

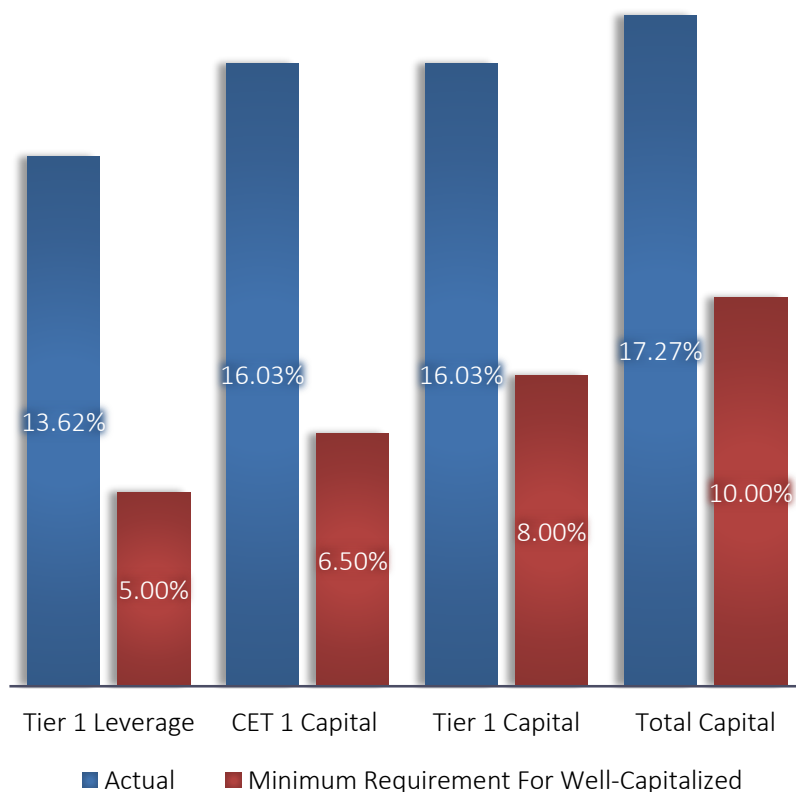


(1) Annualized

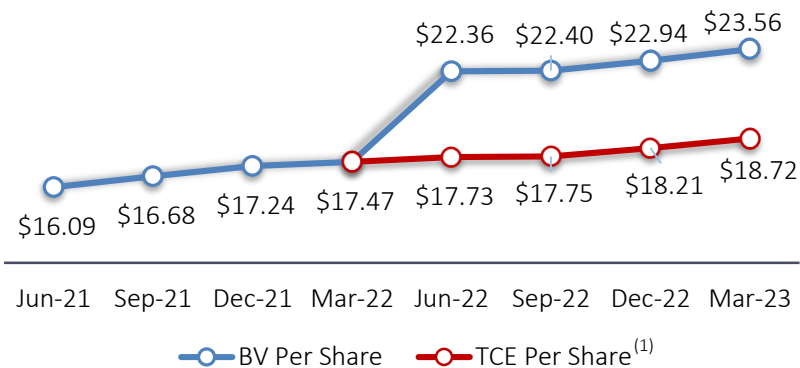
Capital

Bank Regulatory Capital Ratios

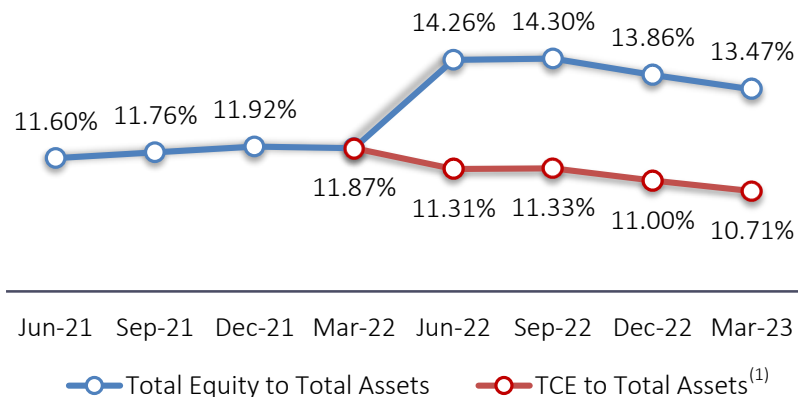
March 31, 2023



Book Value/TCE Per Share



Total Equity/TCE to Total Assets



(1) Not presented in accordance with U.S. GAAP. See "Non-GAAP measure" for a reconciliation of these measure to its most comparable GAAP measures.

Adjusted ACL to HFI Loans Ratio

Adjusted ACL to HFI loans ratio is a non-GAAP measure that we use to enhance comparability to prior periods and provide supplemental information regarding the Company's credit trends. We calculate adjusted ACL to HFI loan ratio as ACL divided by loans held-for-investment excluding SBA PPP loans; however, this non-GAAP measure had become less significant as most of SBA PPP loan balance were forgiven or paid off during 2022.

Core Deposits

Core Deposits are a non-GAAP measure that we use to measure the portion of our total deposits that are thought to be more stable, lower cost and repriced less frequently on average in a rising rate environment. We calculate core deposits as total deposits less time deposits greater than \$250,000 and brokered deposits. Management tracks its core deposits because management believes it is a useful measure to help assess the Company's deposit base and, among other things, potential volatility therein.

PTPP Income, and Adjusted ROAA, ROAE and Diluted EPS for PTPP

PTPP income, and adjusted ROAA, ROAE and Diluted EPS are non-GAAP measures that we use to measure the Company's performance and believe these presentations provide useful supplemental information, and a clearer understanding of the Company's performance. We calculated PTPP income as net income excluding income tax provision and provision for loan losses. Management believes the non-GAAP measures enhance investors' understanding of the Company's business and performance. These measures are also useful in understanding performance trends and facilitate comparisons with the performance of other financial institutions. The limitations associated with operating measures are the risk that persons might disagree as to the appropriateness of items comprising these measures and that different companies might calculate these measures differently.

ROATCE, TCE Per Share and TCE to Total Assets

ROATCE, TCE per share and TCE to total assets measures that we use to measure the Company's performance. We calculated TCE as total shareholders' equity excluding preferred stock. Management believes the non-GAAP measures provide useful supplemental information, and a clearer understanding of the Company's performance.

Non-GAAP Measures

The following table reconciles adjusted ACL to HFI loans ratio and core deposits to their most comparable GAAP measures:

(\$ in thousands)		Jun-21	Sep-21	Dec-21	Mar-22	Jun-22	Sep-22	Dec-22	Mar-23
HFI Loans	(a)	\$ 1,719,656	\$ 1,707,878	\$ 1,732,205	\$ 1,742,955	\$ 1,833,010	\$ 1,959,237	\$ 2,046,063	\$ 2,092,442
Less: SBA PPP Loans		(181,019)	(101,901)	(65,329)	(22,926)	(1,583)	(1,309)	(1,197)	(1,100)
HFI Loans, Excluding SBA PPP Loans	(b)	<u>\$ 1,538,637</u>	<u>\$ 1,605,977</u>	<u>\$ 1,666,876</u>	<u>\$ 1,720,029</u>	<u>\$ 1,831,427</u>	<u>\$ 1,957,928</u>	<u>\$ 2,044,866</u>	<u>\$ 2,091,342</u>
ACL	(c)	\$ 24,889	\$ 23,807	\$ 22,381	\$ 21,198	\$ 21,071	\$ 23,761	\$ 24,942	\$ 24,694
ACL to HFI Loans Ratio	(c)/(a)	1.45%	1.39%	1.29%	1.22%	1.15%	1.21%	1.22%	1.18%
Adjusted ACL to HFI Loans Ratio	(c)/(b)	1.62%	1.48%	1.34%	1.23%	1.15%	1.21%	1.22%	1.18%
Total Deposits	(d)	\$ 1,797,648	\$ 1,832,666	\$ 1,867,134	\$ 1,910,379	\$ 1,997,607	\$ 1,978,098	\$ 2,045,983	\$ 2,141,689
Less: Time Deposits Greater Than \$250K		(273,401)	(263,127)	(272,269)	(273,844)	(246,024)	(299,271)	(413,876)	(514,464)
Less: Brokered Deposits		(65,004)	(65,004)	(85,001)	(35,001)	(35,001)	(79,131)	(87,031)	(157,020)
Core Deposits	(e)	<u>\$ 1,459,243</u>	<u>\$ 1,504,535</u>	<u>\$ 1,509,864</u>	<u>\$ 1,601,534</u>	<u>\$ 1,716,582</u>	<u>\$ 1,599,696</u>	<u>\$ 1,545,076</u>	<u>\$ 1,470,205</u>
Core Deposits to Total Deposits	(e)/(d)	81.2%	82.1%	80.9%	83.8%	85.9%	80.9%	75.5%	68.6%

Non-GAAP Measures

The following table reconciles PTPP income, and adjusted ROAA, ROAE and diluted EPS for PTPP to their most comparable GAAP measures:

(\$ in thousands)		2Q21	3Q21	4Q21	1Q22	2Q22	3Q22	4Q22	1Q23
Net Income	(a)	\$ 9,844	\$ 11,023	\$ 10,676	\$ 10,240	\$ 9,092	\$ 6,953	\$ 8,702	\$ 10,297
Add: Provision (Reversal) for Credit Losses ⁽¹⁾		(934)	(1,053)	(1,462)	(1,191)	(109)	3,753	1,149	(2,778)
Add: Income Tax Provision		4,098	4,613	4,551	4,159	3,771	2,798	3,688	4,162
PTPP Income (Non-GAAP)	(b)	<u>\$ 13,008</u>	<u>\$ 14,583</u>	<u>\$ 13,765</u>	<u>\$ 13,208</u>	<u>\$ 12,754</u>	<u>\$ 13,504</u>	<u>\$ 13,539</u>	<u>\$ 11,681</u>
Average Total Assets	(c)	\$ 2,018,789	\$ 2,070,365	\$ 2,111,834	\$ 2,161,132	\$ 2,208,059	\$ 2,319,439	\$ 2,395,712	\$ 2,470,876
ROAA ⁽²⁾	(a)/(c)	1.96%	2.11%	2.01%	1.92%	1.65%	1.19%	1.44%	1.69%
Adjusted ROAA (Non-GAAP) ⁽¹⁾	(b)/(c)	2.58%	2.79%	2.59%	2.48%	2.32%	2.31%	2.24%	1.92%
Average Total Shareholders' Equity	(d)	\$ 239,448	\$ 243,185	\$ 251,477	\$ 259,367	\$ 292,135	\$ 338,248	\$ 334,832	\$ 335,169
ROAE ⁽²⁾	(a)/(d)	16.49%	17.98%	16.84%	16.01%	12.48%	8.16%	10.31%	12.46%
Adjusted ROAE (Non-GAAP) ⁽¹⁾	(b)/(d)	21.79%	23.79%	21.72%	20.65%	17.51%	15.84%	16.04%	14.13%
Net Income		\$ 9,844	\$ 11,023	\$ 10,676	\$ 10,240	\$ 9,092	\$ 6,953	\$ 8,702	\$ 10,297
Less: Income Allocated to Participating Securities		(41)	(43)	(40)	(48)	(42)	(30)	(37)	(33)
Net Income Allocated to Common Stock	(e)	9,803	10,980	10,636	10,192	9,050	6,923	8,665	10,264
Add: Provision for Loan Losses		(934)	(1,053)	(1,462)	(1,191)	(109)	3,753	1,149	(2,778)
Add: Income Tax Provision		4,098	4,613	4,551	4,159	3,771	2,798	3,688	4,162
PTPP Income Allocated to Common Stock	(f)	<u>\$ 12,967</u>	<u>\$ 14,540</u>	<u>\$ 13,725</u>	<u>\$ 13,160</u>	<u>\$ 12,712</u>	<u>\$ 13,474</u>	<u>\$ 13,502</u>	<u>\$ 11,648</u>
WA common shares outstanding, diluted	(g)	15,309,873	15,031,558	15,093,351	15,141,693	15,122,452	15,088,089	14,904,106	14,574,929
Diluted EPS	(e)/(g)	\$ 0.64	\$ 0.73	\$ 0.70	\$ 0.67	\$ 0.60	\$ 0.46	\$ 0.58	\$ 0.70
Adjusted Diluted EPS (Non-GAAP)	(f)/(g)	\$ 0.85	\$ 0.97	\$ 0.91	\$ 0.87	\$ 0.84	\$ 0.89	\$ 0.91	\$ 0.80

(1) Provision (reversal) for credit losses does not include provision (reversal) for off-balance sheet credit exposures for periods prior to January 1, 2023.

(2) Annualized.

The following table reconciles ROATCE to its most comparable GAAP measure:

(\$ in thousands)		2Q21	3Q21	4Q21	1Q22	2Q22	3Q22	4Q22	Q123	2022
Average Total Shareholders' Equity	(a)\$	239,448	\$ 243,185	\$ 251,477	\$ 259,367	\$ 292,135	\$ 338,248	\$ 334,832	\$ 335,169	\$ 306,440
Less: Average Preferred Stock		0	0	0	0	28,872	69,141	69,141	69,141	42,053
Average TCE (Non-GAAP)	(b)\$	<u>239,448</u>	<u>\$ 243,185</u>	<u>\$ 251,477</u>	<u>\$ 259,367</u>	<u>\$ 263,263</u>	<u>\$ 269,107</u>	<u>\$ 265,691</u>	<u>\$ 266,028</u>	<u>\$ 264,387</u>
Net Income	(c)\$	9,844	\$ 11,023	\$ 10,676	\$ 10,240	\$ 9,092	\$ 6,953	\$ 8,702	\$ 10,297	\$ 34,987
ROAE ⁽¹⁾	(c)/(a)	16.49%	17.98%	16.84%	16.01%	12.48%	8.16%	10.31%	12.46%	11.42%
ROATCE (Non-GAAP) ⁽¹⁾	(c)/(b)	16.49%	17.98%	16.84%	16.01%	13.85%	10.25%	12.99%	15.70%	13.23%

The following table reconciles TCE per share and TCE to total assets to their most comparable GAAP measures:

(\$ in thousands, except per share data)		Jun-21	Sep-21	Dec-21	Mar-22	Jun-22	Sep-22	Dec-22	Mar-23
Total Shareholders' Equity	(a)\$	238,941	\$ 247,598	\$ 256,286	\$ 261,058	\$ 334,375	\$ 332,719	\$ 335,442	\$ 336,830
Less: Preferred Stock		0	0	0	0	69,141	69,141	69,141	69,141
TCE (Non-GAAP)	(b)\$	<u>238,941</u>	<u>\$ 247,598</u>	<u>\$ 256,286</u>	<u>\$ 261,058</u>	<u>\$ 265,234</u>	<u>\$ 263,578</u>	<u>\$ 266,301</u>	<u>\$ 267,689</u>
Outstanding Shares	(c)	14,854,315	14,841,626	14,865,825	14,944,663	14,956,760	14,853,140	14,625,474	14,297,870
Book Value Per Share	(a)/(c)\$	16.09	\$ 16.68	\$ 17.24	\$ 17.47	\$ 22.36	\$ 22.40	\$ 22.94	\$ 23.56
TCE Per Share (Non-GAAP)	(b)/(c)\$	16.09	\$ 16.68	\$ 17.24	\$ 17.47	\$ 17.73	\$ 17.75	\$ 18.21	\$ 18.72
Total Assets	(d)\$	2,060,003	\$ 2,104,699	\$ 2,149,735	\$ 2,199,742	\$ 2,344,560	\$ 2,327,051	\$ 2,420,036	\$ 2,500,524
Total Shareholders' Equity to Total Assets	(a)/(d)	11.60%	11.76%	11.92%	11.87%	14.26%	14.30%	13.86%	13.47%
TCE to Total Assets (Non-GAAP)	(b)/(d)	11.60%	11.76%	11.92%	11.87%	11.31%	11.33%	11.00%	10.71%