

# FINANCIAL STRENGTH

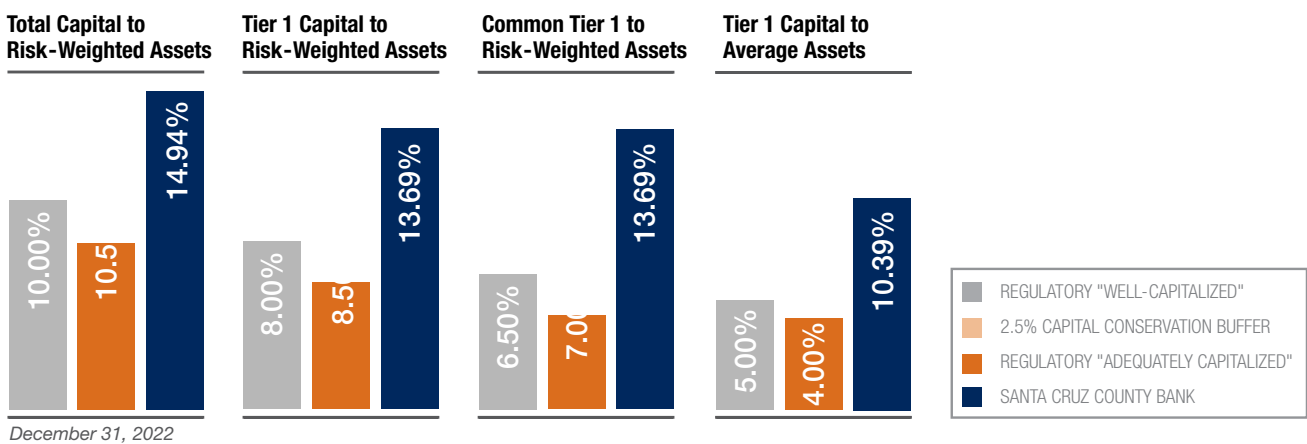
Safety and soundness are paramount for any banking relationship, especially in challenging economic times. Santa Cruz County Bank's capital position far exceeds the regulatory guidelines to be considered "well-capitalized" as shown in the tables below. As of December 31, 2022, the Bank's 14.94% in total capital to risk-weighted assets well surpasses 10.50%, which is considered adequate and is required by the FDIC.

Our strong capital position ensures that the funds you deposit with us are safe. Further, your deposits

at Santa Cruz County Bank are reinvested in the communities we serve, deployed through loans to individuals and businesses. During the pandemic, the Bank helped save 50,000 local and regional jobs through the Paycheck Protection Program.

In addition to being well-capitalized, Santa Cruz County Bank continues to rank at the top of performance standards and has been recognized annually for its financial performance.

## STRONG REGULATORY CAPITAL



## HEALTHY ASSET QUALITY

	Santa Cruz County Bank	All Banks
Allowance for Credit Losses as a % of Total Loans	1.69%	1.27%
Nonperforming Assets as a % of Loans + OREO	0.25%	0.44%
Nonperforming Loans as a % of Allowance for Credit Losses	14.79%	32.28%

NONPERFORMING LOANS = 90+ DAYS PAST DUE & ACCRUING + NONACCRUAL  
NONPERFORMING ASSETS = NONPERFORMING LOANS + OREO

December 31, 2022 Source: Uniform Bank Performance Report Peer Group Average for all banks in the nation.

## STRONG LIQUIDITY

No significant industry or individual client concentrations	\$251 million in unpledged marketable securities*	\$367 million in unused borrowing capacity*
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\* March 20, 2023

## FINANCIAL PERFORMANCE RATINGS

### S&P Global

Ranked 6<sup>th</sup> in the nation in performance for banks under \$3 billion in assets

### IDC

Superior rating for every quarter in 2022

### Findley Reports

Super Premier Performing Bank, 13<sup>th</sup> year

### Bauer Financial

Rated 5-Star "Superior" – highest ranking – every quarter in 2022

### Financial Management Consulting Group, FMC

Ranked 13<sup>th</sup> out of 127 banks in CA for overall financial performance