PREMIER BUSINESS BANK

Condensed Statement of Condition
(unaudited)

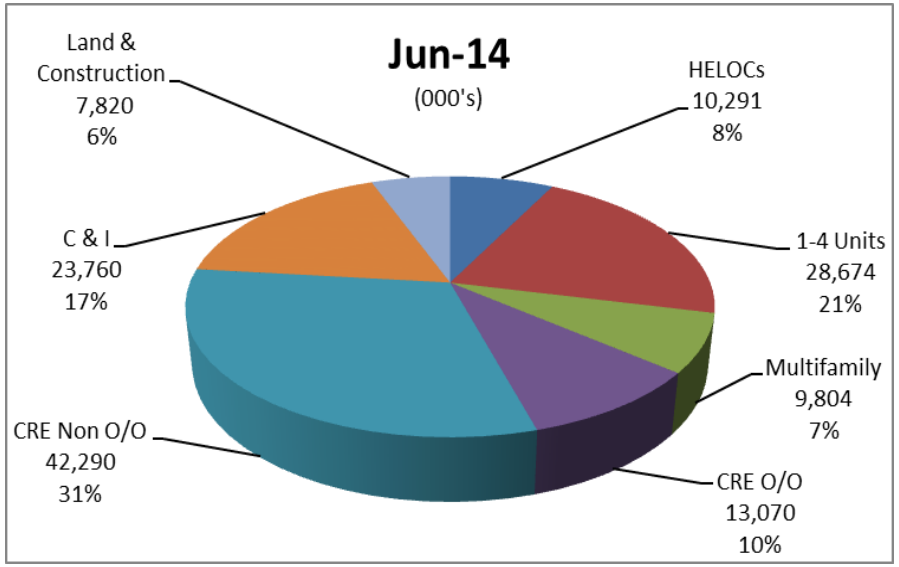
Assets	**June 30, 2014**	**March 31, 2014**	**December 31, 2013**	**December 31, 2012**
Cash and due from banks	$ 47,128,333	$ 44,249,426	$ 35,785,442	$ 23,427,899
Federal funds sold	-	-	-	-
Investment securities	-	-	-	-
Loans and leases	135,868,738	133,915,758	136,404,811	88,471,647
Allowance for loan losses	(1,715,000)	(1,715,000)	(1,715,000)	(1,915,000)
Net loans and leases	134,153,738	132,200,758	134,689,811	86,556,647
Fixed assets, net	297,488	321,446	345,006	451,976
Interest Receivable and other assets	4,430,408	4,198,290	4,265,155	1,258,638
Total assets	**$ 186,009,967**	**$ 180,969,920**	**$ 175,085,415**	**$ 111,695,160**
Liabilities and Stockholders' Equity				
Deposits:				
Demand deposits	$ 27,526,786	$ 28,815,560	$ 22,988,722	$ 18,935,169
Interest bearing demand deposits	12,719,879	8,261,802	10,310,439	9,091,658
Money market and savings accounts	33,680,032	34,936,496	34,940,307	31,647,747
Time deposits	64,137,974	68,995,126	67,222,249	30,732,242
Total deposits	138,064,671	141,008,985	135,461,717	90,406,816
FHLB Borrowings and Federal funds purchased	25,000,000	19,000,000	19,000,000	5,000,000
Interest payable and other liabilities	916,633	773,990	548,231	474,015
Total liabilities	163,981,304	160,782,975	155,009,948	95,880,830
Total stockholders' equity	22,028,663	20,186,945	20,075,467	15,814,329
Total liabilities and stockholders' equity	**$ 186,009,967**	**$ 180,969,920**	**$ 175,085,415**	**$ 111,695,160**
Book Value per common share	$ 6.93	$ 7.08	$ 7.04	$ 5.94
Tier 1 Leverage Ratio	11.04%	10.19%	10.42%	14.16%
Loan loss reserves to loans	1.26%	1.28%	1.26%	2.16%

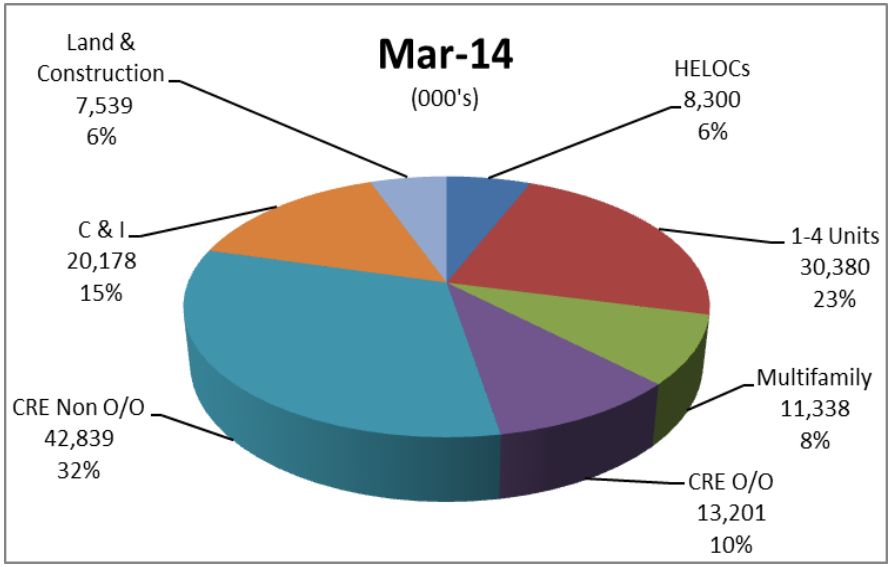
Condensed Statement of Operations
(unaudited)

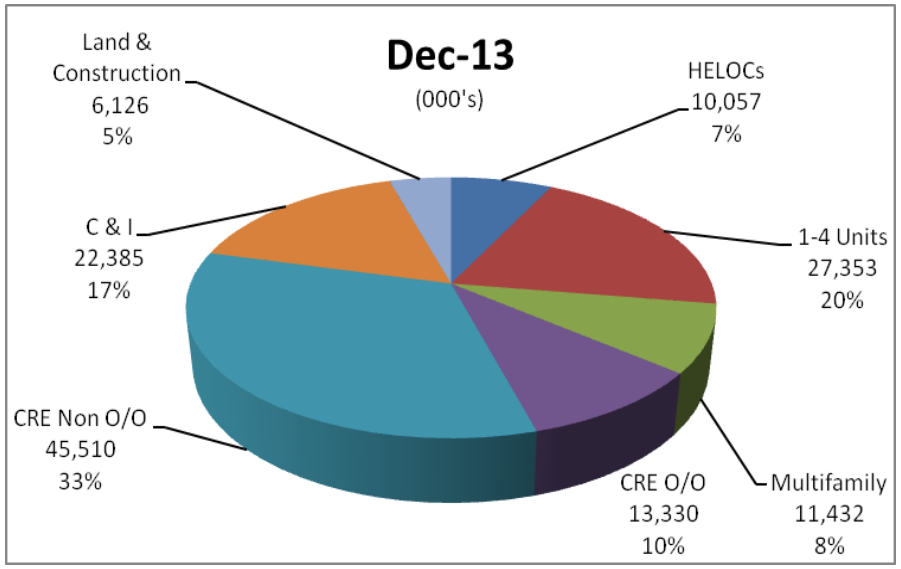
	Quarter Ended		**Year-to-Date**	
	June 30, 2014	**March 31, 2014**	**June 30, 2014**	**June 30, 2013**
Interest income:				
Loans and leases, including fees	$ 1,669,646	$ 1,633,765	$ 3,303,410	$ 2,487,646
Investment securities	-	-	-	-
Federal funds sold and other	41,118	36,877	77,995	22,158
Total interest income	1,710,763	1,670,642	3,381,405	2,509,804
Interest expense:				
Interest bearing demand deposits	4,787	4,213	9,000	8,604
Money market and savings accounts	58,404	58,117	116,521	106,582
Time deposits	153,088	158,751	311,839	132,478
FHLB Borrowings and Federal funds purchased	59,237	58,556	117,793	1,874
Total interest expense	275,517	279,637	555,153	249,538
Net int. income before prov. for loan losses	1,435,247	1,391,005	2,826,252	2,260,266
Provision for loan losses	-	-	-	(200,000)
Net int. income after prov. for loan losses	1,435,247	1,391,005	2,826,252	2,460,266
Noninterest income:				
Analysis charges and other deposit account fees	23,191	20,892	44,083	37,006
Gain (loss) on sale of securities AFS	-	16,125	16,125	-
Other income	19,033	99,256	118,289	28,711
Total noninterest income	42,224	136,273	178,498	65,717
Noninterest expense:				
Salaries and benefits	847,046	848,139	1,695,185	1,376,338
Occupancy and furniture, fixtures & equipment	139,807	137,023	276,830	256,584
Professional services and legal fees	153,697	166,218	319,915	250,005
Regulatory assessments	37,480	40,973	78,453	52,521
Other expense	148,012	153,660	301,673	267,899
Total noninterest expense	1,326,041	1,346,014	2,672,056	2,203,347
Income before tax provision	151,430	181,264	332,694	322,637
Provision for income taxes	65,430	77,676	143,106	-
Net income (loss)	**$ 86,000**	**$ 103,588**	**$ 189,588**	**$ 322,637**
Earnings per share	$ 0.03	$ 0.04	$ 0.06	$ 0.11
Shares outstanding	3,176,912	2,851,063	3,176,912	2,851,063
Net interest margin	3.27%	3.28%	3.27%	4.16%
Efficiency ratio	89.75%	88.13%	88.93%	94.73%
Return on average assets	0.19%	0.24%	0.21%	0.57%
Return on average equity	1.70%	2.08%	1.89%	3.99%

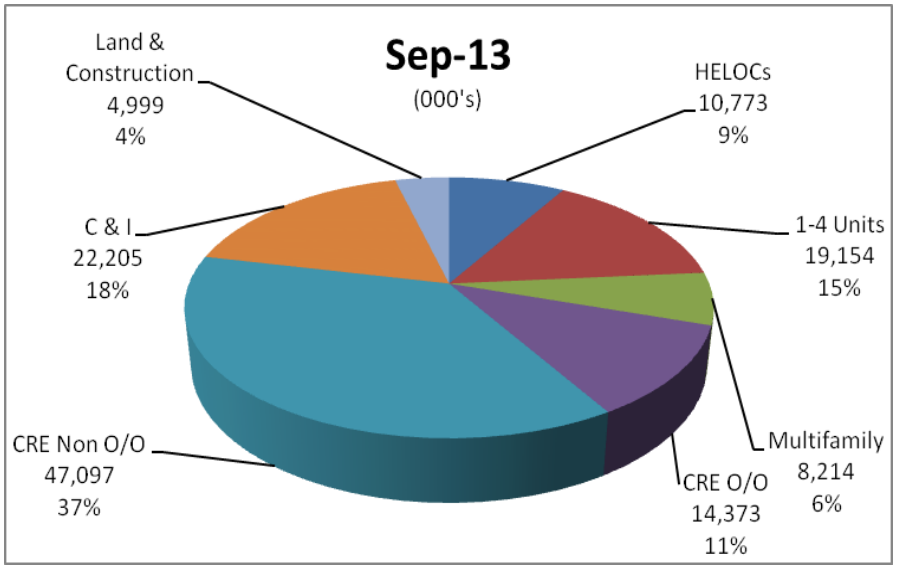
PREMIER BUSINESS BANK

Loan Portfolio Mix









PREMIER BUSINESS BANK

Deposit Mix

