

Troubled & Problematic Bank Report

FDIC Cert. #	Bank	Address	City	ST	Zip	Classification	Current Star Rating	Star Rating Last Quarter	Average Tangible Assets	Tier One Capital	Leverage Capital Ratio	Total Risk-Based Capital Ratio	Nonperforming Assets as a % of Average Tangible Assets	Net Income for quarter noted	2017 YTD Net Income	CEO
11111	Bank Name	Address	City	ST	Zip	Problematic	2-Stars	2-Stars	\$35.568	\$5.945	16.72%	20.12%	17.68%	\$0.046	\$0.156	CEO Name
11111	Bank Name	Address	City	ST	Zip	Problematic	2-Stars	2-Stars	\$52.705	\$4.377	8.31%	26.01%	2.09%	(\$0.034)	(\$0.038)	CEO Name
11111	Bank Name	Address	City	ST	Zip	Problematic	2-Stars	2-Stars	\$47.392	\$3.696	7.80%	19.69%	3.62%	\$0.073	\$0.056	CEO Name
11111	Bank Name	Address	City	ST	Zip	Problematic	1-Star	1-Star	\$55.515	\$3.169	5.71%	11.02%	4.45%	(\$0.190)	(\$0.732)	CEO Name
11111	Bank Name	Address	City	ST	Zip	Significantly Under	Zero-Stars	Zero-Stars	\$276.715	\$7.414	2.68%	5.11%	2.17%	(\$1.521)	(\$4.806)	CEO Name

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How We Compiled the Troubled & Problematic Bank Report

This report of troubled and problematic banks was compiled from financial data as of the date noted above as reported to federal regulators. Although the financial data obtained from these sources is consistently reliable, the accuracy and completeness of the data cannot be guaranteed by BauerFinancial Inc.

As a general rule, problematic banks met regulatory capital requirements as of the date noted but are experiencing other problems that lead BauerFinancial to classify them as problematic (high levels of delinquent loans, for example).

The Prompt Corrective Action Rule defines bank and thrift capitalization using the following terminology:

"Undercapitalized" - total risk-based capital ratio less than 8% or tier 1 risk-based capital ratio less than 4% or a leverage ratio less than 4%.

"Significantly Undercapitalized" - total risk-based capital ratio less than 6% or tier 1 risk-based capital ratio less than 3% or leverage capital ratio less than 3%.

"Critically Undercapitalized" - a ratio of tangible equity to total assets less than or equal to 2%.

"FDIC" - institution has been taken over by government regulators since the reporting date.

Definitions:

Tangible Assets - Total average assets less intangible assets.

Tangible Net Worth - Net worth (also known as capital or equity) less intangible assets.

Leverage Capital Ratio - Tangible net worth divided by tangible assets (also known as Leverage Ratio).

Total Risk-based Capital Ratio - Total net worth divided by risk-weighted assets.

Nonperforming Assets as a % of Assets – Loans delinquent 90 days or more + nonaccrual loans + Other Real Estate Owned as a % of Average Tangible Assets

Income - Profit or loss for the calendar year-to-date