



**FOR IMMEDIATE RELEASE**

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**GOLDEN STATE BANCORP ANNOUNCES FIRST QUARTER OF 2021 FINANCIAL RESULTS**

Glendale, CA, May 18, 2021 - Golden State Bancorp (OTCBB: GSBX), the holding company of Golden State Bank, today announced financial results for the first quarter of 2021.

Current Quarter Highlights:

- Total assets increased by \$48.7 million, or 11.1%, from \$439.1 million at December 31, 2020 to \$487.8 million
- Loans, net of deferred fees, increased by \$7.5 million, or 2.3%, from \$321.2 million at December 31, 2020 to \$333.0 million
- Credit quality remains strong
- Cash and cash equivalents stood at \$147.5 million
- Deposits increased by \$47.9 million, or 13.0%, from \$369.7 million at December 31, 2020 to \$417.6 million
- Net income of \$546.8 thousand
- Fully diluted book value per share of \$16.15

Robert Setrakian, Chairman of the Board and Chief Executive Officer of Golden State Bancorp stated, "We are pleased with our performance of the first quarter. Decent earnings, strong balance sheet with plenty of cash and liquidity and strong loan growth. Our loan pipeline is very strong and we expect to show consistent and growing profitability for the rest of the year. Our hard work of building the infrastructure and foundation is beginning to show the results."

Tom Vertin, President and Chief Executive Officer of Golden State Bank stated, "Our efforts are paying off as evidenced by our results. I am proud of the team that we have built and look forward to continuous improvements in all areas of the bank. "

**About Golden State Bancorp and Golden State Bank**

Golden State Bancorp is the holding company of Golden State Bank. Golden State Bank is a full service bank, serving the business, commercial and professional markets. The Bank meets financial needs of its business clients with loans for working capital, equipment, owner-occupied and investment commercial real estate, and a full array of cash management services and deposit products for businesses and their owners. Golden State Bank meets its clients' needs through its head office and branch in Glendale and regional office and branch in Upland. For more information, please visit [www.goldenstatebank.com](http://www.goldenstatebank.com) and [www.goldenstatebancorp.com](http://www.goldenstatebancorp.com).

**Forward Looking Statements**

Certain statements in this press release that are not historical facts are “forward-looking statements”. Such statements are not guarantees of future performance and are subject to risks and uncertainties that could cause the Bank’s actual results and financial position to differ materially from those included within the forward-looking statements. Specific factors include, but are not limited to, loan production, balance sheet management, expanded net interest margin, the ability to control costs and expenses, interest rate changes and financial policies of the United States government, and general economic conditions. The Bank disclaims any obligation to update any such factors or to publicly announce the results of any revisions to any forward-looking statements contained in this release to reflect future events or developments. Forward-looking statements involve risks and uncertainties, including those relating to the illiquidity of the Bank’s stock. Actual results may differ materially from projected results, and reported results should not be considered as an indication of future performance. More information about the Bank is available via the Federal Deposit Insurance Corporation’s website: [www.fdic.gov](http://www.fdic.gov).

**GOLDEN STATE BANCORP**  
**Condensed Consolidated Statement of Financial Condition**  
**(unaudited)**

	<u>March 31, 2021</u>	<u>December 31, 2020</u> (audited)
<b>ASSETS</b>		
Cash & due from banks	\$ 6,036,532	\$ 7,259,821
Interest-earning deposit in FRB/FFS	141,438,486	98,551,443
Total Loans, net of deferred fees	333,004,821	325,470,113
Allowance for loan losses	(4,561,813)	(4,291,813)
<b>NET LOANS</b>	<b>328,443,008</b>	<b>321,178,301</b>
Federal Home Loan Bank stock, at cost	1,137,600	1,137,600
Premises and equipment	1,122,098	1,110,425
Other real estate owned	1,331,857	1,331,857
Operating lease ROU assets, net	1,323,278	1,421,486
Deferred tax asset	5,011,426	5,011,426
Other assets	2,005,158	2,098,648
<b>TOTAL ASSETS</b>	<b>\$ 487,849,444</b>	<b>\$ 439,101,006</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Noninterest bearing deposits	\$ 72,436,363	\$ 60,471,407
Interest bearing deposits	345,142,644	309,194,470
<b>TOTAL DEPOSITS</b>	<b>417,579,008</b>	<b>369,665,877</b>
FHLB borrowings	25,000,000	25,000,000
Other borrowings	9,954,167	9,950,000
Operating lease liabilities	1,523,973	1,631,397
Other liabilities	2,169,331	1,912,920
<b>TOTAL LIABILITIES</b>	<b>456,226,479</b>	<b>408,160,194</b>
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b>31,622,965</b>	<b>30,940,812</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>\$ 487,849,444</b>	<b>\$ 439,101,006</b>

**Selected Financial and Ratios**

**Asset Quality Ratios**

Nonperforming loans to total loans, net of deferred fees	0.24%	0.46%
Allowance for loan losses to total loans, net of deferred fees	1.37%	1.32%

**Capital Ratios (1)**

Tier 1 leverage ratio	7.88%	8.29%
Common equity tier 1 capital ratio	10.53%	10.34%
Tier 1 risk based capital ratio	10.53%	10.34%
Total risk based capital ratio	11.78%	11.59%
Common shares outstanding	1,844,788	1,836,538
Book value per share	\$17.14	\$16.85
Fully diluted book value per share (2)	\$16.15	\$15.85

(1) All ratios calculated are at the "Bank" level, except per share information, which is at the "Bancorp" level.

(2) Fully diluted book value per share is calculated based on fully diluted equity and the total number of common shares that would be outstanding if the in-the-money employee stock options are exercised.

<b>GOLDEN STATE BANCORP</b> <b>Condensed Consolidated Statement of Income</b> <b>(Unaudited)</b>
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	<b>Three Months Ended</b>	
	<b>March 31, 2021</b>	<b>March 31, 2020</b>
Interest income	\$ 5,120,899	\$ 4,363,026
Interest expense	1,255,850	1,458,518
Net interest income	3,865,049	2,904,508
Provision for loan losses	270,000	126,000
Net interest income after provision for loan losses	3,595,049	2,778,508
Non-interest income	47,117	33,184
Non-interest expense	2,856,666	2,582,911
Income before taxes	785,500	228,781
Income tax	238,680	75,689
<b>Net Income</b>	<b>\$ 546,820</b>	<b>\$ 153,092</b>