

STATE BANK OF INDIA (CALIFORNIA)

BALANCE SHEETS

As of March 31, 2018 and 2017

<u>Assets</u>	<u>2018</u>	<u>2017</u>
Cash and cash equivalents	\$ 41,521,140	\$ 24,288,769
Certificates of deposits in other financial institutions	2,840,000	349,000
Securities available for sale, at fair value	82,761,423	94,923,654
Loans	587,977,462	515,896,469
Allowance for loan losses	(7,682,537)	(7,355,500)
Net loans	580,294,925	508,540,969
Furniture, fixtures and equipment, net	722,050	694,250
Federal Home Loan Bank and Community Development Financial Institution stock, at cost	4,018,500	4,018,500
Prepaid and recoverable income taxes	404,074	132,961
Interest receivable and other assets	3,419,439	3,338,757
Deferred tax assets, net	4,093,269	-
Total assets	\$ 720,074,820	\$ 636,286,860
 <u>Liabilities and Stockholder's Equity</u>		
Liabilities		
Deposits	\$ 584,631,257	\$ 505,546,363
Federal Home Loan Bank borrowings	-	10,000,000
Interest payable and other liabilities	3,072,030	2,487,167
Total liabilities	587,703,287	518,033,530
 Stockholder's Equity		
Common stock, \$100 par value:		
Authorized 2,000,000 shares, 945,000 shares issued and outstanding	94,500,000	94,500,000
Additional contributed capital	1,500,000	1,500,000
Retained earnings	37,837,910	23,541,657
Accumulated other comprehensive income (loss)	(1,466,377)	(1,288,327)
Total stockholder's equity	132,371,533	118,253,330
Total liabilities and stockholder's equity	\$720,074,820	\$636,286,860

STATE BANK OF INDIA (CALIFORNIA)

STATEMENTS OF INCOME For the Years Ended March 31, 2018 and 2017

	2018	2017
Interest and dividend income:		
Loans and fees	\$ 25,893,887	\$ 21,516,571
Securities	2,526,721	2,250,390
Total interest and dividend income	28,420,608	23,766,961
Interest expense:		
Deposits	3,986,946	3,721,508
Borrowed funds	256,379	18,050
Total interest expense	4,243,325	3,739,558
Net interest income	24,177,283	20,027,403
(Negative provision) provision for loan losses	(2,703,712)	175,000
Net interest income after provision for loan losses	26,880,995	19,852,403
Noninterest income:		
Income from foreign currency exchange transactions	1,293,135	1,124,993
(Loss) gain on sale of securities	(167,448)	279,198
Other noninterest income	820,266	1,064,963
Total noninterest income	1,945,953	2,469,154
Noninterest expense:		
Salaries and employee benefits	10,089,895	9,814,219
Occupancy expense	2,006,708	1,887,248
Furniture, fixtures and equipment expense	302,808	442,603
Advertising expense	180,163	75,464
Foreclosed assets expense	-	(1,743)
FDIC and other deposit assessments	538,692	1,126,096
Other operating expense	4,537,740	5,351,550
Total noninterest expense	17,656,006	18,695,437
Income before provision for income taxes	11,170,942	3,626,120
Income tax (benefit)	(3,125,311)	(29,317)
Net Income	\$ 14,296,253	\$ 3,655,437