

To Our Shareholders:

- Q1 2020 Highlights -

- Net Profit – Q1 profit of \$757,000
- Deposits – increased by \$69.2 million from Q1 2019 to \$283,869,000
- Net Loans – increased by \$40.5 million from Q1 2019 to \$239,181,000

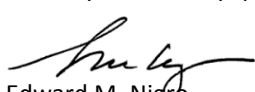
We are pleased to report that the first quarter of 2020 marked a continuation of our execution on important strategic corporate initiatives. As of March 31, 2020, GBank Financial Holdings Inc. finalized its recent capital offering. Over a two quarter period, GBank successfully raised gross capital proceeds of nearly \$18.5 million and also welcomed several new institutional investors to our growing group of shareholders.

As we navigate through these challenging times relating to the COVID-19 pandemic, Bank of George has taken extraordinary measures to protect our employees and clients while providing maximum support to our business partners. With 100% of our loan portfolios performing as agreed, we were able to implement the Bank of George Business Relief Plan. Under this plan, we offered all of our borrowers an optional 3 month payment deferral for full principal and interest. This bold initiative has leveraged our sizable financial strength to support the communities and clients we serve.

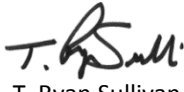
As an SBA PLP lender, we have also been able to play a critical role in offering loans through the SBA Paycheck Protection Program (PPP). Through the first round of PPP, Bank of George has approved and funded approximately \$43.3 million to 170 individual small businesses and non-profits. These vital funds have supported keeping over 3,200 employees on the payroll.

GBank's consolidated liquidity and capital positions continue to be among the best of all community bank holding companies throughout the nation. With more than \$91 million in on-balance sheet cash and an excess of \$100 million in current off-balance sheet borrowing capacity, we are uniquely positioned to fully support our clients while implementing our continued growth strategies. Additionally, our consolidated equity now equates to over 16.7% of total assets, further validating our "fortress" balance sheet.

As we always have, we stand by our promise to consistently provide you and all our clients with "Your Best Banking Experience - Ever!" Please feel free to contact Ed Nigro or Ryan Sullivan at (702) 851-4201 should you have any questions.



Edward M. Nigro
Executive Chairman



T. Ryan Sullivan
President/CEO



GBank Financial
Holdings Inc.



GBank Financial
Holdings Inc.

QUARTERLY SHAREHOLDER UPDATE

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March 31, 2020



GBank Financial Holdings Inc.

Balance Sheet \ Consolidated Balance Sheet
Periods Ending March 31
Balances in thousands

Assets	<u>2019</u>	<u>2020</u>
Cash and equivalents	\$39,955	\$91,147
Securities available for sale	3,821	3,345
Loans, net allowance for loan and lease losses of \$2,907 and \$3,324 for 2019 and 2020, respectively	198,686	239,181
Premises and equipment, net	1,460	1,396
Bank owned life insurance	2,889	2,951
Servicing asset	4,440	4,855
Other Assets	2,032	3,848
Total assets	<u>\$253,283</u>	<u>\$346,723</u>
Liabilities and Stockholders' Equity		
Deposits:		
Non-interest bearing demand	\$103,129	\$123,413
Interest bearing:		
Demand	25,196	25,634
Savings and money market	65,547	93,488
Time	20,776	41,334
Total deposits	<u>214,648</u>	<u>283,869</u>
Other liabilities	3,070	4,837
Total Liabilities	<u>217,718</u>	<u>288,706</u>
Stockholders' equity:		
Common stock	1	1
Paid-in surplus	33,879	51,210
Accumulated profit	1,721	6,808
Accumulated other comp.		
Income - net unrealized loss on AFS securities	(36)	(2)
Total stockholders' equity	<u>35,565</u>	<u>58,017</u>
Total liabilities and stockholders' equity	<u>\$253,283</u>	<u>\$346,723</u>

GBank Financial Holdings Inc.

Income Statement
Quarter-to-date and Year-to-date
through March 31, 2020
Balances in thousands

	<u>QTD</u>	<u>YTD</u>
Interest income on:		
Loans	\$3,859	\$3,859
Securities	17	17
Federal funds sold and other	312	312
Total interest income	<u>4,188</u>	<u>4,188</u>
Interest expense on:		
Deposits	603	603
Total interest expense	<u>603</u>	<u>603</u>
Net interest income	3,585	3,585
Other income:		
Service charges and other	1,157	1,157
Net revenue	4,742	4,742
Other expenses:		
Salary and compensation	2,241	2,241
Occupancy	346	346
Other/Operating	920	920
	<u>3,507</u>	<u>3,507</u>
Credit loss provision	267	267
Income before taxes	968	968
Income tax expense	211	211
Net profit	<u>\$757</u>	<u>\$757</u>

