

To Our Shareholders:

- Q2 2020 Highlights -

- Net Profit – Q2 profit of \$787,000
- Deposits – increased by \$100.5 million from Q2 2019 to \$334,800,000
- Net Loans – increased by \$104.0 million from Q1 2019 to \$318,765,000

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 optional 3 and 6 month payment deferrals 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 June 30, 2020, Bank of George has approved and funded approximately \$56.7 million to 328 individual small businesses and non-profits. These vital funds have supported keeping nearly 5,000 employees on the payroll.

Another key provision of the CARES Act was the SBA Debt Relief Program, whereby the SBA makes 6 months of principal and interest payments on qualifying existing and new SBA loans. This has been an incredibly powerful resource for our SBA borrowers and we believe that 100% of our existing SBA borrowers will be eligible to benefit from this program prior to eligibility expiration in late September.

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 \$74 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 Total Risk Based Capital Ratio is now at 24.57%, 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.



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QUARTERLY SHAREHOLDER UPDATE

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June 30, 2020



GBank Financial Holdings Inc.

Balance Sheet \ Consolidated Balance Sheet
Periods Ending June 30
Balances in thousands

Assets	2019	2020
Cash and equivalents	\$44,338	\$74,007
Securities available for sale	3,711	3,228
Loans, net allowance for loan and lease losses of \$2,871 and \$3,609 for 2019 and 2020, respectively	214,802	318,765
Premises and equipment, net	1,491	1,348
Bank owned life insurance	2,904	2,967
Servicing asset	4,539	5,213
Other Assets	2,731	5,065
Total assets	\$274,516	\$410,593
Liabilities and Stockholders' Equity		
Deposits:		
Non-interest bearing demand	\$105,759	\$165,117
Interest bearing:		
Demand	27,046	27,145
Savings and money market	70,827	104,649
Time	30,676	37,889
Total deposits	234,308	334,800
Other liabilities	3,530	16,722
Total Liabilities	237,838	351,522
Stockholders' equity:		
Common stock	1	1
Paid-in surplus	33,910	51,544
Accumulated profit	2,785	7,529
Accumulated other comp.		
Income - net unrealized loss on AFS securities	(18)	(3)
Total stockholders' equity	36,678	59,071
Total liabilities and stockholders' equity	\$274,516	\$410,593

GBank Financial Holdings Inc.

Income Statement
Quarter-to-date and Year-to-date
through June 30, 2020
Balances in thousands

	QTD	YTD
Interest income on:		
Loans	\$3,664	\$7,429
Securities	10	27
Federal funds sold and other	12	324
Total interest income	3,686	7,780
Interest expense on:		
Deposits	311	914
Total interest expense	311	914
Net interest income	3,375	6,866
Other income:		
Service charges and other	1,539	2,696
Net revenue	4,914	9,562
Other expenses:		
Salary and compensation	2,208	4,377
Occupancy	366	712
Other/Operating	1,068	2,059
	3,642	7,148
Credit loss provision	285	552
Income before taxes	987	1,862
Income tax expense	200	391
Net profit	\$787	\$1,471

