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## CIB MARINE BANCSHARES, INC. ANNOUNCES FIRST QUARTER 2019 RESULTS

BROOKFIELD, Wis. – CIB Marine Bancshares, Inc. (the "Company" or "CIBM") (OTCQB: CIBH), the holding company of CIBM Bank, announced its unaudited results of operations and financial condition for the first quarter of 2019. Net income for the quarter ended March 31, 2019, was \$0.6 million or \$0.03 basic and \$0.02 diluted earnings per share, compared to \$0.7 million or \$0.04 basic and \$0.02 diluted earnings per share for the same period of 2018. Pre-tax income for the quarter ended March 31, 2019, was \$0.9 million compared to \$1.0 million for the same period of 2018.

Select highlights for the quarter include:

- Tangible book value per share and stated book value per share at March 31, 2019, were \$2.90 and \$2.53 per share of common stock, respectively, compared to \$2.82 and \$2.45, respectively, at December 31, 2018. The increase reflects income for the quarter and a reduction in accumulated other comprehensive loss due to improved available for sale security values as a result of lower mid- and long-term interest rates.
- Income before taxes for subsidiary CIBM Bank was \$0.8 million for the quarter ended March 31, 2019, compared to \$1.1 million in the same period of 2018. Comparing the two periods, there was a \$0.6 million decrease in non-interest income due primarily to lower mortgage production resulting in a \$0.4 million decline in net mortgage banking revenues, and reduced SBA originations resulting in a \$0.1 million decline in gain on sale of assets. There was likewise a reduction in non-interest expenses of \$0.3 million due to a decline in compensation related mainly to the reduction in residential and SBA loan production.
- Non-performing assets, restructured loans, and loans 90 days or more past due and still accruing to total assets was 1.51% at March 31, 2019, versus 1.45% at December 31, 2018, and 0.85% at March 31, 2018. The increase from one year prior is primarily the result of one loan placed on non-accrual during the fourth quarter of 2018. CIB Marine's allowance for loan losses to total loans was 1.61% and had net recoveries of loans previously charged of \$76,000 for the quarter ending March 31, 2019, compared to 1.55% and net charge-offs of \$244,000 during the same period ending in 2018.

Mr. J. Brian Chaffin, President and CEO of CIBM, commented, "Net interest income was up for the first

quarter compared to the first quarter of last year and, although it was behind compared to the fourth quarter of 2018, our net interest margin improved slightly over that same period. Our net interest margin has been challenged with rising cost of funds and some of our unique lower spread higher quality assets, like the SBA repo, even though the latter contributes favorably to the bottom line."

He added, "Our corporate banking team opened the year with stronger than budgeted originations despite a \$5 million reduction of high-quality, short-term commercial paper in the loan portfolio. Our non-interest income business lines had a softer first quarter as our SBA group felt the effects of the government shut-down and our mortgage group was impacted by seasonal factors. Although we did not record any gains on the sale of SBA loans in the first quarter of 2019, the pipeline has grown and, coupled with lower mortgage rates, a seasonal turn in housing, and our welcoming of several new originators to the mortgage team, we are planning on a stronger second quarter for non-interest income.

"CIBM Bank and the industry as a whole have seen a significant upturn in their cost of funds and, in particular, at the margin for new and repricing deposits used to help fund the strong loan growth seen in our markets the last several years. CIBM continues to focus on its deposit products and services and plans to enhance them in 2019 through the addition of person-to-person and person-to-business electronic money transfer capabilities, and reciprocal deposit services (i.e., a transparent and convenient way of providing broader FDIC insurance coverage for larger balance clients). To support developing new deposit customers, we have upgraded our website, unified all markets and divisions under the name CIBM Bank, focused on ways to make banking with us easier and more convenient, and established a full-time marketing director position to ensure more consistent and proactive marketing activities in the future.

"Lastly, our shareholder meeting is just around the corner. We plan on providing an update on our banking activities and our preferred stock activities at the meeting, which will be held on April 25<sup>th</sup> in Champaign, Illinois. We hope to see many of you there."

CIB Marine Bancshares, Inc. is the holding company for CIBM Bank, which operates eleven banking offices and four mortgage loan offices in Illinois, Wisconsin and Indiana. More information on the Company is available at <a href="https://www.cibmarine.com">www.cibmarine.com</a>, including recent shareholder letters, links to regulatory financial reports, and audited financial statements.

### FORWARD-LOOKING STATEMENTS

CIB Marine has made statements in this release that may constitute "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. CIB Marine intends these forward-looking statements to be subject to the safe harbor created thereby and is including this statement to avail itself of the safe harbor. Forward-looking statements are identified generally by statements containing words and phrases such as "may," "project," "are confident," "should be," "intend," "predict," "believe," "plan," "expect," "estimate," "anticipate" and similar expressions. These forward-looking statements reflect CIB Marine's current views with respect to future events and financial performance that are subject to many uncertainties and factors relating to CIB Marine's operations and the business environment, which could change at any time.

There are inherent difficulties in predicting factors that may affect the accuracy of forward-looking statements.

Stockholders should note that many factors, some of which are discussed elsewhere in this Earnings Release and in the documents that are incorporated by reference, could affect the future financial results of CIB Marine and could cause those results to differ materially from those expressed in forward-looking

statements contained or incorporated by reference in this document. These factors, many of which are beyond CIB Marine's control, include but are not limited to:

- operating, legal, execution, credit, market, security (including cyber), and regulatory risks;
- economic, political, and competitive forces affecting CIB Marine's banking business;
- the impact on net interest income and securities values from changes in monetary policy and general economic and political conditions; and
- the risk that CIB Marine's analyses of these risks and forces could be incorrect and/or that the strategies developed to address them could be unsuccessful.

These factors should be considered in evaluating the forward-looking statements, and undue reliance should not be placed on such statements. Forward-looking statements speak only as of the date they are made. CIB Marine undertakes no obligation to update or revise any forward-looking statements, whether as a result of new information, future events, or otherwise. Forward-looking statements are subject to significant risks and uncertainties and CIB Marine's actual results may differ materially from the results discussed in forward-looking statements.

#### CIB MARINE BANCSHARES, INC. **Selected Unaudited Consolidated Financial Data**

At or for the

	Quarters Ended										3 Months Ended				
	Mar	March 31, December 31,				eptember 30,		June 30,	March 31,					March 31,	
		019		2018		2018		2018		2018		2019		2018	
				(	Dol	lars in thousa	nds	, except share	an	d per share da	ta)				
Selected Statement of Operations Data															
Interest and dividend income	\$	7,015	\$	7,009	\$	6,798	\$	6,387	\$	6,009	\$	7,015	\$	6,009	
Interest expense		2,178		2,064		1,767		1,406		1,185		2,178		1,185	
Net interest income		4,837		4,945		5,031		4,981		4,824		4,837		4,824	
Provision for (reversal of) loan losses		(158)		(1,195)		(13)		149		(126)		(158)		(126)	
Net interest income after provision for															
(reversal of) loan losses		4,995		6,140		5,044		4,832		4,950		4,995		4,950	
Noninterest income (1)		1,362		1,546		3,063		2,968		1,832		1,362		1,832	
Noninterest expense		5,505		6,415		6,871		6,737		5,824		5,505		5,824	
Income before income taxes		852		1,271		1,236		1,063		958		852		958	
Income tax expense		229		313		345		241		289		229		289	
Net income	\$	623	\$	958	\$	891	\$	822	\$	669	\$	623	\$	669	
Common Share Data															
Basic net income per share (2)	\$	0.03	\$	0.05	\$	0.14	\$	0.05	\$	0.04	\$	0.03	\$	0.04	
Diluted net income per share (2)		0.02		0.03		0.07		0.02		0.02		0.02		0.02	
Dividend		0.00		0.00		0.00		0.00		0.00		0.00		0.00	
Tangible book value per share (3)		2.90		2.82		2.71		2.58		2.54		2.90		2.54	
Book value per share (3)		2.53		2.45		2.34		2.10		2.06		2.53		2.06	
Weighted average shares outstanding - basic	18,	232,169		18,232,169		18,232,169		18,209,032		18,161,989		18,232,169		18,161,989	
Weighted average shares outstanding - diluted	32,	815,744		32,757,855		34,589,375		36,783,724		36,544,029		32,815,744		36,544,029	
Financial Condition Data															
Total assets	\$	702,152	\$	721,259	\$	723,733	\$	694,812	\$	663,580	\$	702,152	\$	663,580	
Loans		489,273		491,337		507,677		488,762		472,746		489,273		472,746	
Allowance for loan losses		(7,865)		(7,947)		(8,217)		(8,055)		(7,331)		(7,865)		(7,331)	
Investment securities		123,500		121,281		118,345		119,571		115,596		123,500		115,596	
Deposits		542,938		536,931		523,729		517,452		484,258		542,938		484,258	
Borrowings		57,220		86,710		104,357		76,427		79,227		57,220		79,227	
Stockholders' equity		92,507		91,035		88,993		97,313		97,407		92,507		97,407	
Financial Ratios and Other Data															
Performance Ratios:															
Net interest margin (4)		2.94%		2.89%		2.97%		3.15%		3.20%		2.94%		3.20%	
Net interest spread (5)		2.64%		2.62%		2.72%		2.92%		3.00%		2.64%		3.00%	
Noninterest income to average assets (6)		0.78%		0.84%		1.72%		1.77%		1.15%		0.78%		1.15%	
Noninterest expense to average assets		3.14%		3.54%		3.82%		3.99%		3.63%		3.14%		3.63%	
Efficiency ratio (7)		88.80%		99.18%		84.63%		84.56%		87.28%		88.80%		87.28%	
Earnings on average assets (8)		0.36%		0.53%		0.50%		0.49%		0.42%		0.36%		0.42%	
Earnings on average equity (9)		2.76%		4.23%		3.77%		3.36%		2.78%		2.76%		2.78%	
Asset Quality Ratios:															
Nonaccrual loans to loans (10)		1.29%		1.34%		0.73%		0.53%		0.19%		1.29%		0.19%	
Nonaccrual loans, restructured loans and															
loans 90 days or more past due and still															
accruing to total loans (10)		1.66%		1.62%		1.09%		0.82%		0.53%		1.66%		0.53%	
Nonperforming assets, restructured loans															
and loans 90 days or more past due and still															
accruing to total assets (10)		1.51%		1.45%		1.11%		0.94%		0.85%		1.51%		0.85%	
Allowance for loan losses to total loans (10)		1.61%		1.62%		1.62%		1.65%		1.55%		1.61%		1.55%	
Allowance for loan losses to nonaccrual loans,															
restructured loans and loans 90 days or															
more past due and still accruing (10)		96.96%		99.72%		148.99%		200.97%		294.77%		96.96%		294.77%	
Net charge-offs (recoveries) annualized															
to average loans (10)		(0.06%)		(0.74%)		(0.14%)		(0.48%)		0.21%	(0.	06%)		0.21%	
Capital Ratios:															
Total equity to total assets		13.17%		12.62%		12.30%		14.01%		14.68%		13.17%		14.68%	
Total risk-based capital ratio		15.56%		15.34%		14.43%		16.40%		16.90%		15.56%		16.90%	
Tier 1 risk-based capital ratio		14.30%		14.09%		13.18%		15.14%		15.64%		14.30%		15.64%	
Leverage capital ratio		10.39%		10.10%		9.90%		11.70%		12.15%		10.39%		12.15%	
Other Data:															
Number of employees (full-time equivalent)		177		183		188		184		184		177		184	
Number of banking facilities		11		11		11		11		11		11		11	
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<sup>(1)</sup> Noninterest income includes gains and losses on securities.

<sup>(2)</sup> Net income available to common stockholders in the calculation of earnings per share includes the difference between the carrying amount less the consideration paid for redeemed preferred stock, and that difference was \$1.7 million and \$0.1 million for the third and second quarters of 2018, respectively.

<sup>(3)</sup> Tangible book value per share is the stockholder equity less the carry value of the preferred stock and less the goodwill and intangible assets, divided by the total shares of common outstanding. Book value per share is the stockholder equity less the liquidation preference of the preferred stock, divided by the total shares of common outstanding. As presented here, shares of common outstanding excludes unvested Restricted Stock Awards totalling 1,331,384 shares of common stock at March 31, 2019.

shares of common outstanding excludes unvested Restricted Stock Awards totalling 1,341,848 shares of common stock at March 31, 2019.

(4) Net interest margin is the ratio of net interest income to average interest-earning assets.

(5) Net interest spread is the yield on average interest-earning assets less the rate on average interest-bearing liabilities.

(6) Noninterest income to average assets excludes gains and losses on securities.

(7) The efficiency ratio is noninterest expense divided by the sum of net interest income plus noninterest income, excluding gains and losses on securities.

(8) Earnings on average eassets are net income divided by average total assets.

(9) Earnings on average equity are net income divided by average stockholders' equity.

(10) Excludes loans held for sale.

# CIB MARINE BANCSHARES, INC. Consolidated Balance Sheets (unaudited)

Cash and due from banks		March 31, 2019		December 31, 2018		S	eptember 30, 2018		June 30, 2018	N	Narch 31, 2018
Ratin and due from banks         8,168         13,037         10,055         9,752         10,202           Reverse repurchase agermeents         42,729         38,662         45,076         28,403         23,032           Equity securities at fair value         2,385         2,385         2,335         2,350         2,360           Loans held for sale         489,273         491,337         50,777         18,876         15,407         6,689           Loans held for sale         489,273         491,337         60,777         18,876         17,341           Allowance for loan losses         7(7,865)         7,947         8,217         18,055         17,331           Net loans         481,408         483,390         493,460         480,707         465,415           Federal More Loan Bank Stock         2,03         3,172         3,876         4,910         4,291         4,314           Accrued interest receivable         1,873         1,570         1,888         1,580         1,583           Deferred tax assets, net         2,466         2,486         2,494         2,494         3,166           Deferred tax assets, net         2,176         7,122         1,252         1,252         1,252         1,252         1,252<		(Dollars in Thousands, Except Shares)									
Equity securities available for sale   121,115   118,925   136,013   117,221   2369   2,365   2,365   2,365   2,365   2,365   2,365   2,366   2,668   2,668   2,467   4,632   3,145   15,407   6,689   2,668		\$	8,168	\$	13,037	\$	10,055	\$	9,752	\$	10,829
Equity securities at fair value	Reverse repurchase agreements		42,729		58,662		45,076		28,403		23,032
Loans held for sale         4,467         4,632         8,145         15,407         6,682           Loans         489,273         491,337         507,677         488,762         472,746           Net loans         489,487         483,390         499,460         460,517         46,541           Federal Home Loan Bank Stock         2,003         3,172         3,870         2,610         2,857           Premises and equipment, net (1)         7,220         4,498         4,409         4,296         4,314           Accrued interest receivable         1,873         1,570         1,858         1,500         1,858         1,560         1,818         1,500         2,604         2,946         2,494         2,494         2,156         2,156         2,446         2,494         2,494         2,166         2,606         2,494         2,494         3,166         2,606         2,583         2,600         2,583         2,600         2,583         2,600         4,565         4,541         1,916         1,914         1,916         1,914         1,916         1,914         1,916         1,914         1,916         1,914         1,916         1,914         1,916         1,914         1,916         1,914         1,916         1	Securities available for sale		121,115		118,926		116,013		117,221		113,227
Manuarce for loan losses	Equity securities at fair value		2,385		2,355		2,332		2,350		2,369
Allowance for loan losses         (7,865)         (7,947)         (8,217)         (8,055)         (7,345)           Net loans         481,408         483,307         499,460         480,707         455,475           Federal Home Loan Bank Stock         2,003         3,172         3,870         2,610         2,857           Premises and equipment, net (1)         7,220         4,498         4,409         4,296         4,318           Deferred tax assets, net         21,156         2,142         2,210         22,604         2,486           Deferred tax assets, net         2,466         2,486         2,494         2,494         3,164           Bank owned life insurance         4,613         4,509         4,565         4,51         4,516           Goodwill and other intangible assets         171         176         181         187         19           Other assets         2,378         2,343         2,665         2,694,812         663,595           Total Assets         5         702,152         72,272         72,733         72,839         74,349           Interest-bearing demand         32,467         33,660         33,701         32,615         18,749           Savings         188,110         181,42	Loans held for sale		4,467		4,632		8,145		15,407		6,689
Net loans         481,408         483,309         499,460         480,707         465,415           Federal Home Loan Bank Stock         2,003         3,172         3,870         2,610         2,857           Premises and equipment, net (1)         7,220         4,498         4,409         4,296         4,314           Accrued interest receivable         1,873         1,570         1,858         1,580         1,583           Deferred tax assets, net         21,156         21,422         22,410         22,604         22,836           Other real estate owned, net         2,466         2,486         2,494         2,494         3,164           Bank Owned life insurance         4,613         4,590         4,565         4,541         4,516           Goodwill and other intangible assets         1,71         1,76         1,81         1,87         1,93           Other assets         2,378         2,343         2,965         2,600         2,556           Total Assets         7,02,152         5,721,259         5,72,373         5,94,812         5,63,500           Deposits         5         7,2,139         6,94,812         5,74,397         7,4397           Savings         1,88,100         1,81,432         1,6	Loans		489,273		491,337		507,677		488,762		472,746
Federal Home Loan Bank Stock         2,003         3,172         3,870         2,610         2,831           Premises and equipment, net (1)         7,220         4,498         4,409         4,296         4,314           Accrued interest receivable         1,873         1,570         1,858         1,580         1,583           Other real estate owned, net         21,156         21,422         22,401         22,604         2,494           Bank owned life insurance         4,613         4,590         4,565         4,541         4,516           Goodwill and other intangible assets         171         176         181         187         195           Other assets         2,378         2,343         2,865         2,660         2,556           Total Assets         8,023         7,21,259         723,733         5,960         2,556           Total Assets         8,025         723,735         8,963         7,2839         8,74,397           Total Assets         8,025         8,6253         8,63,507         8,69,165         8,72,839         3,467           Interest-bearing demand         3,2467         33,601         33,701         33,515         34,575           Savings         552,202         86,703	Allowance for loan losses		(7,865)		(7,947)		(8,217)		(8,055)		(7,331)
Premises and equipment, net (1)         7,220         4,498         4,409         4,296         4,318           Accrued interest receivable         1,873         1,570         1,858         1,580         1,583           Deferred tax assets, net         2,116         2,146         2,248         2,249         2,494         3,164           Bank owned life insurance         4,613         4,590         4,565         4,541         4,516           Goodwill and other intangible assets         1,71         1,76         1,811         1,817         1,918           Other assets         2,378         2,343         2,865         2,660         2,556           Total Assets         8,702,152         7,21,259         7,23,733         5,691,25         6,63,507           Challeties and Stockholders' Equity           Total Assets         8,62,553         6,63,507         5,916,55         7,2839         7,43,97           Interest-bearing demand         \$62,553         6,63,507         5,916,55         7,2839         7,43,97           Interest-bearing demand         \$2,469         25,95,88         25,332         25,660         236,555         192,499           Tital Caposits         \$2,525         28,328         <	Net loans		481,408		483,390		499,460		480,707		465,415
Accrued interest receivable         1,873         1,570         1,858         1,580         1,580           Deferred tax assets, net         21,156         21,422         22,410         22,604         22,836           Other real estate owned, net         2,466         2,486         2,494         2,494         4,513           Bank owned life insurance         4,613         4,590         4,565         4,541         4,513           Chest         2,378         2,238         2,265         4,561         181         187         193           Other assets         2,378         2,21259         723,733         5 694,812         5 663,507           Other assets         5,702,152         8,721,259         723,733         6 694,812         5 663,507           Other assets         5,702,152         8,63,507         5 69,165         72,839         74,397           Other assets         5,902,152         8,63,507         5 69,165         72,839         74,397           Interest bearing demand         3,2467         33,600         33,701         32,615         34,657           Savings         188,110         181,432         164,603         175,433         182,455           Savings         5,223         25	Federal Home Loan Bank Stock		2,003		3,172		3,870		2,610		2,857
Deferred tax assets, net         21,156         21,422         22,401         22,604         22,404         3,165         3,165         3,123         2,174         3,165         <	Premises and equipment, net (1)		7,220		4,498		4,409		4,296		4,314
Other real estate owned, net         2,466         2,486         2,494         2,494         3,164         4,516         6,131         4,590         4,565         4,541         4,516         6,004         4,565         4,541         4,516         6,004         4,565         4,561         4,561         4,565         4,561         4,561         4,565         4,561         4,565         4,561         4,565         4,561         4,565         4,565         4,561         4,565         6,562         6,562         6         2,672         2,662         2,566         2,553         2,663         2,373         2,865         2,663         2,563         2,663,580         7         2,663,580         2,663,580         2,663,580         2,663,580         2,663,580         2,663,580         2,663,580         3,70,71         3,665         3,4657	Accrued interest receivable		1,873		1,570		1,858		1,580		1,583
Bank owned life insurance         4,613         4,590         4,565         4,541         4,512           Goodwill and other intangible assets         171         176         181         187         193           Other assets         2,378         2,343         2,865         2,606         2,556           Total Assets         5702,152         \$721,259         \$723,733         \$64,812         \$663,580           Liabilities and Stockholders' Equity           Vegetation           Popolities           Noninterest-bearing demand         \$62,553         \$63,507         \$72,839         \$74,397           Interest-bearing demand         32,467         33,660         33,701         32,615         346,797           Savings         188,110         181,322         166,03         175,433         182,795           Time         259,808         258,332         256,260         236,655         192,409           Time deposits         572,20         86,710         104,557         76,427         79,227           Short-term borrowings         57,22         86,710         104,557         76,427         79,227           Cerul liabilities         2,52         5,873         5,96	Deferred tax assets, net		21,156		21,422		22,410		22,604		22,836
Goodwill and other intangible assets         171         176         181         187         187           Other assets         2,378         2,343         2,865         2,660         2,556           Total Assets         \$702,152         \$721,259         \$723,733         \$694,812         \$663,580           Libilities and Stockholders' Equity           Possits:           Noninterest-bearing demand         \$62,553         \$63,507         \$69,165         \$72,839         \$74,397           Interest-bearing demand         32,467         33,660         33,701         32,615         34,657           Savings         188,110         181,432         164,603         175,343         182,795           Time         259,808         258,332         256,260         236,655         192,409           Total deposits         57,220         86,710         104,357         76,427         79,209           Accrued interest payable         72,7         710         694         497         398           Other liabilities         8,760         5,873         5,960         33,731         59,409         566,173           Total liabilities         8,760         5,873         5,960         33,732	Other real estate owned, net		2,466		2,486		2,494		2,494		3,164
Other assets         2,378         2,343         2,865         2,60         2,50           Total Assets         702,152         721,259         723,733         694,812         2,663,808           Lishilities and Stockholder's Equity           Experimental Stockholder's Equity           Souring Semand         60,553         63,507         9,616,55         72,839         74,345           Souring Gemand         32,467         33,660         33,701         32,615         34,675           Souring Gemand         188,110         181,432         164,603         32,515         34,675           Souring Gemand         259,808         258,332         256,260         256,555         192,409           Total deposits         57,220         8,713         76,427         79,227           Short-tem borrowings         57,220         86,710         104,357         76,427         79,229           Short-tem borrowings         57,220         86,710         104,357         76,427         79,229           Correct ilabilities         38,760         58,733         59,60         31,23         56,617           Total liabilities         38,80	Bank owned life insurance		4,613		4,590		4,565		4,541		4,516
Total Assets   \$702,152   \$721,259   \$723,733   \$694,812   \$635,808   \$1635,	Goodwill and other intangible assets		171		176		181		187		193
Deposits:   Noninterest-bearing demand   \$ 62,553   \$ 63,507   \$ 69,165   \$ 72,839   \$ 74,397   \$ 11,000   \$ 32,467   \$ 33,660   \$ 33,701   \$ 32,615   \$ 34,657   \$ 32,000   \$ 33,701   \$ 32,615   \$ 34,657   \$ 32,000   \$ 33,701   \$ 32,615   \$ 34,657   \$ 32,000   \$ 33,701   \$ 32,615   \$ 34,657   \$ 32,000   \$ 33,701   \$ 32,615   \$ 34,657   \$ 32,000   \$ 33,701   \$ 32,615   \$ 34,657   \$ 32,000   \$ 33,701   \$ 32,615   \$ 34,657   \$ 32,000   \$ 33,701   \$ 32,615   \$ 34,657   \$ 32,000   \$	Other assets		2,378		2,343		2,865		2,660		2,556
Noninterest-bearing demand	Total Assets	\$	702,152	\$	721,259	\$	723,733	\$	694,812	\$	663,580
Noninterest-bearing demand         \$ 62,553         \$ 63,507         \$ 69,165         \$ 72,839         \$ 74,397           Interest-bearing demand         32,467         33,660         33,701         32,615         34,657           Savings         188,110         181,432         164,603         175,343         182,795           Time         259,808         258,332         256,260         236,655         192,409           Total deposits         542,938         536,931         523,729         517,452         484,258           Short-term borrowings         57,220         86,710         104,357         76,427         79,227           Accrued interest payable         727         710         694         497         398           Other liabilities         8,760         5,873         5,960         3,123         2,290           Total liabilities         609,645         630,224         634,740         597,499         566,173           Stockholders' Equity           Preferred stock, \$1 par value; 5,000,000         3,338         39,384         39,384         50,107         51,000           Stockholders' Equity         39,384         39,384         39,384         50,107         51,000	· · ·										
Interest-bearing demand   32,467   33,660   33,701   32,615   34,657   Savings   188,110   181,432   164,603   175,343   182,795   1761   189,000   259,808   258,332   256,260   236,655   192,409   259,808   258,332   256,260   236,655   192,409   250,000   250,20	·	Ś	62.553	Ś	63.507	Ś	69.165	Ś	72.839	Ś	74.397
Savings         188,110         181,432         164,603         175,343         182,795           Time         259,808         258,332         256,260         236,655         192,409           Total deposits         542,938         536,931         523,729         517,452         484,258           Short-term borrowings         57,220         86,710         104,357         76,427         79,227           Accrued interest payable         727         710         694         497         398           Other liabilities         8,760         5,873         5,960         3,123         2,290           Total liabilities         609,645         630,224         634,740         597,499         566,173           Stockholders' Equity           Preferred stock, \$1 par value; 5,000,000           authorized shares; 76 fixed rate noncumulative perpetual issued; 42,955 shares of series A and 3,380           shares of series & sp. convertible; aggregate liquidation preference-\$46.3 million         39,384         39,384         39,384         50,107         51,000           Common stock, \$1 par value; 75,000,000         39,384         39,384         39,384         50,107         51,000           Light of the preference shares; 18,455,610		•				-			32,615		34,657
Time         259,808         258,332         256,260         236,655         192,409           Total deposits         542,938         536,931         523,729         517,452         484,258           Short-term borrowings         57,220         86,710         104,357         76,427         79,227           Accrued interest payable         727         710         694         497         398           Other liabilities         8,760         5,873         5,960         3,123         2,290           Total liabilities         609,645         630,224         634,740         597,499         566,173           Stockholders' Equity           Preferred stock, \$1 par value; 5,000,000           authorized shares; 7% fixed rate noncumulative perpetual issued; 42,955 shares of series A and 3,380 shares of series B; convertible; aggregate liquidation preference- \$46.3 million         39,384         39,384         39,384         50,107         51,000           Common stock, \$1 par value; 75,000,000           authorized shares; 18,455,610 issued shares;           18,244,563 outstanding shares         18,456         18,456         18,454         18,454         18,384           Capital surplus         160,930         160,930         160,716         150,71			188,110		181,432		164,603		175,343		
Total deposits         542,938         536,931         523,729         517,452         484,258           Short-term borrowings         57,220         86,710         104,357         76,427         79,227           Accrued interest payable         727         710         694         497         398           Other liabilities         8,760         5,873         5,960         3,123         2,290           Stockholders' Equity           Preferred stock, \$1 par value; 5,000,000           authorized shares; 7% fixed rate noncumulative perpetual issued; 42,955 shares of series A and 3,380 shares of series B; convertible; aggregate liquidation preference- \$46.3 million         39,384         39,384         39,384         50,107         51,000           Common stock, \$1 par value; 75,000,000         39,384         39,384         39,384         50,107         51,000           common stock, \$1 par value; 75,000,000         39,384         39,384         39,384         50,107         51,000           Common stock, \$1 par value; 75,000,000         318,456         18,456         18,454         18,454         18,384           Capital surplus         160,930         160,815         160,716         158,903         158,749           Accumulated deficit         (			259,808		258,332				236,655		192,409
Accrued interest payable         727         710         694         497         398           Other liabilities         8,760         5,873         5,960         3,123         2,290           Total liabilities         609,645         630,224         634,740         597,499         566,173           Stockholders' Equity           Preferred stock, \$1 par value; 5,000,000           authorized shares; 7% fixed rate noncumulative perpetual issued; 42,955 shares of series A and 3,380 shares of series B; convertible; aggregate liquidation preference- \$46.3 million         39,384         39,384         39,384         50,107         51,000           Common stock, \$1 par value; 75,000,000         39,384         39,384         39,384         50,107         51,000           Common stock, \$1 par value; 75,000,000         39,384         39,384         39,384         50,107         51,000           Common stock, \$1 par value; 75,000,000         39,384         39,384         50,107         51,000           authorized shares; 18,455,610 issued shares;           18,244,563 outstanding shares         18,456         18,456         18,454         18,454         18,384           Capital surplus         160,930         160,815         160,716         158,903         158,749	Total deposits		542,938		536,931				517,452		484,258
Other liabilities         8,760         5,873         5,960         3,123         2,290           Stockholders' Equity         609,645         630,224         634,740         597,499         566,173           Stockholders' Equity           Preferred stock, \$1 par value; 5,000,000             authorized shares; 7% fixed rate noncumulative             perpetual issued; 42,955 shares of series A and 3,380             shares of series B; convertible; aggregate liquidation             preference- \$46.3 million         39,384         39,384         39,384         50,107         51,000           Common stock, \$1 par value; 75,000,000             authorized shares; 18,455,610 issued shares;             18,244,563 outstanding shares         18,456         18,454         18,454         18,384           Capital surplus         160,930         160,815         160,716         158,903         158,749           Accumulated deficit         (125,173)         (125,796)         (126,754)         (127,140)         (127,962)           Accumulated other comprehensive loss, net         (556)         (1,290)         (2,273)         (2,477)         (2,230)           Treasury stock 221,902 shares at cost         (534)         (534)         (534)         (534)         (534)         97,313         97,407	Short-term borrowings		57,220		86,710		104,357		76,427		79,227
Stockholders' Equity         609,645         630,224         634,740         597,499         566,173           Stockholders' Equity           Preferred stock, \$1 par value; 5,000,000 authorized shares; 7% fixed rate noncumulative perpetual issued; 42,955 shares of series A and 3,380 shares of series B; convertible; aggregate liquidation preference- \$46.3 million         39,384         39,384         39,384         50,107         51,000           Common stock, \$1 par value; 75,000,000 authorized shares; 18,455,610 issued shares;         18,456         18,456         18,454         18,454         18,384           Capital surplus         160,930         160,815         160,716         158,903         158,749           Accumulated deficit         (125,173)         (125,796)         (126,754)         (127,140)         (127,962)           Accumulated other comprehensive loss, net         (556)         (1,290)         (2,273)         (2,477)         (2,230)           Treasury stock 221,902 shares at cost         (534)         (534)         (534)         (534)         (534)         (534)         (534)         (534)         (534)         97,313         97,407	Accrued interest payable		727		710		694		497		398
Stockholders' Equity         Preferred stock, \$1 par value; 5,000,000 authorized shares; 7% fixed rate noncumulative perpetual issued; 42,955 shares of series A and 3,380 shares of series B; convertible; aggregate liquidation preference- \$46.3 million       39,384       39,384       39,384       50,107       51,000         Common stock, \$1 par value; 75,000,000 authorized shares; 18,455,610 issued shares;       18,456       18,456       18,454       18,454       18,384         Capital surplus       160,930       160,815       160,716       158,903       158,749         Accumulated deficit       (125,173)       (125,796)       (126,754)       (127,140)       (127,962)         Accumulated other comprehensive loss, net       (556)       (1,290)       (2,273)       (2,477)       (2,230)         Treasury stock 221,902 shares at cost       (534)       (534)       (534)       (534)       (534)       97,407	Other liabilities		8,760		5,873		5,960		3,123		2,290
Preferred stock, \$1 par value; 5,000,000         authorized shares; 7% fixed rate noncumulative         perpetual issued; 42,955 shares of series A and 3,380         shares of series B; convertible; aggregate liquidation         preference- \$46.3 million       39,384       39,384       50,107       51,000         Common stock, \$1 par value; 75,000,000       39,384       39,384       50,107       51,000         authorized shares; 18,455,610 issued shares;       18,456       18,456       18,454       18,454       18,384         Capital surplus       160,930       160,815       160,716       158,903       158,749         Accumulated deficit       (125,173)       (125,796)       (126,754)       (127,140)       (127,962)         Accumulated other comprehensive loss, net       (556)       (1,290)       (2,273)       (2,477)       (2,230)         Treasury stock 221,902 shares at cost       (534)       (534)       (534)       (534)       (534)       (534)       (534)       97,407	Total liabilities		609,645		630,224		634,740		597,499		566,173
Preferred stock, \$1 par value; 5,000,000         authorized shares; 7% fixed rate noncumulative         perpetual issued; 42,955 shares of series A and 3,380         shares of series B; convertible; aggregate liquidation         preference- \$46.3 million       39,384       39,384       50,107       51,000         Common stock, \$1 par value; 75,000,000       39,384       39,384       50,107       51,000         authorized shares; 18,455,610 issued shares;       18,456       18,456       18,454       18,454       18,384         Capital surplus       160,930       160,815       160,716       158,903       158,749         Accumulated deficit       (125,173)       (125,796)       (126,754)       (127,140)       (127,962)         Accumulated other comprehensive loss, net       (556)       (1,290)       (2,273)       (2,477)       (2,230)         Treasury stock 221,902 shares at cost       (534)       (534)       (534)       (534)       (534)       (534)       (534)       97,313       97,407	Stockholders' Equity										
shares of series B; convertible; aggregate liquidation preference- \$46.3 million 39,384 39,384 39,384 50,107 51,000 Common stock, \$1 par value; 75,000,000 authorized shares; 18,455,610 issued shares; 18,244,563 outstanding shares 18,456 18,456 18,454 18,454 18,384 Capital surplus 160,930 160,815 160,716 158,903 158,749 Accumulated deficit (125,173) (125,796) (126,754) (127,140) (127,962) Accumulated other comprehensive loss, net (556) (1,290) (2,273) (2,477) (2,230) Treasury stock 221,902 shares at cost (534) (534) (534) (534) (534) 700 (534) (534)	Preferred stock, \$1 par value; 5,000,000 authorized shares; 7% fixed rate noncumulative										
preference-\$46.3 million       39,384       39,384       39,384       39,384       50,107       51,000         Common stock, \$1 par value; 75,000,000 authorized shares; 18,455,610 issued shares;       18,244,563 outstanding shares       18,456       18,456       18,454       18,454       18,384         Capital surplus       160,930       160,815       160,716       158,903       158,749         Accumulated deficit       (125,173)       (125,796)       (126,754)       (127,140)       (127,962)         Accumulated other comprehensive loss, net       (556)       (1,290)       (2,273)       (2,477)       (2,230)         Treasury stock 221,902 shares at cost       (534)       (534)       (534)       (534)       (534)       (534)         Total stockholders' equity       92,507       91,035       88,993       97,313       97,407											
Common stock, \$1 par value; 75,000,000         authorized shares; 18,455,610 issued shares;       18,456       18,456       18,454       18,454       18,384         18,244,563 outstanding shares       160,930       160,815       160,716       158,903       158,749         Accumulated deficit       (125,173)       (125,796)       (126,754)       (127,140)       (127,962)         Accumulated other comprehensive loss, net       (556)       (1,290)       (2,273)       (2,477)       (2,230)         Treasury stock 221,902 shares at cost       (534)       (534)       (534)       (534)       (534)       (534)       97,313       97,407			30 38/		30 38/		30 384		50 107		51 000
authorized shares; 18,455,610 issued shares;         18,244,563 outstanding shares       18,456       18,456       18,454       18,454       18,384         Capital surplus       160,930       160,815       160,716       158,903       158,749         Accumulated deficit       (125,173)       (125,796)       (126,754)       (127,140)       (127,962)         Accumulated other comprehensive loss, net       (556)       (1,290)       (2,273)       (2,477)       (2,230)         Treasury stock 221,902 shares at cost       (534)       (534)       (534)       (534)       (534)       97,313       97,407         Total stockholders' equity       92,507       91,035       88,993       97,313       97,407			33,304		33,304		33,364		30,107		31,000
18,244,563 outstanding shares       18,456       18,456       18,454       18,454       18,384         Capital surplus       160,930       160,815       160,716       158,903       158,749         Accumulated deficit       (125,173)       (125,796)       (126,754)       (127,140)       (127,962)         Accumulated other comprehensive loss, net       (556)       (1,290)       (2,273)       (2,477)       (2,230)         Treasury stock 221,902 shares at cost       (534)       (534)       (534)       (534)       (534)       97,313       97,407         Total stockholders' equity       92,507       91,035       88,993       97,313       97,407	•										
Capital surplus         160,930         160,815         160,716         158,903         158,749           Accumulated deficit         (125,173)         (125,796)         (126,754)         (127,140)         (127,962)           Accumulated other comprehensive loss, net         (556)         (1,290)         (2,273)         (2,477)         (2,230)           Treasury stock 221,902 shares at cost         (534)         (534)         (534)         (534)         (534)           Total stockholders' equity         92,507         91,035         88,993         97,313         97,407			18 456		18 456		18 454		18 454		18 384
Accumulated deficit         (125,173)         (125,796)         (126,754)         (127,140)         (127,962)           Accumulated other comprehensive loss, net         (556)         (1,290)         (2,273)         (2,477)         (2,230)           Treasury stock 221,902 shares at cost         (534)         (534)         (534)         (534)         (534)         (534)         97,313         97,407           Total stockholders' equity         92,507         91,035         88,993         97,313         97,407											
Accumulated other comprehensive loss, net       (556)       (1,290)       (2,273)       (2,477)       (2,230)         Treasury stock 221,902 shares at cost       (534) <td>·</td> <td></td> <td></td> <td></td> <td></td> <td>1</td> <td>•</td> <td></td> <td></td> <td></td> <td></td>	·					1	•				
Treasury stock 221,902 shares at cost         (534)         (534)         (534)         (534)         (534)           Total stockholders' equity         92,507         91,035         88,993         97,313         97,407									. , ,		
Total stockholders' equity 92,507 91,035 88,993 97,313 97,407	•										
						'					
	Total liabilities and stockholders' equity	\$		\$		Ś		Ś		\$	663,580

<sup>(1)</sup> Increase in premise and equipment, net in 2018 is due to the adoption of new lease accounting standards effective January 1, 2019.

# CIB MARINE BANCSHARES, INC. Consolidated Statements of Operations (Unaudited)

At or for the **Quarters Ended** 3 Months Ended June 30, March 31, December 31, March 31, March 31, September 30, March 31, 2019 2018 2018 2018 2018 2019 2018 (Dollars in thousands) Interest Income \$ \$ 5,693 \$ 5,686 \$ 5,638 \$ 5,372 \$ 5,125 5,693 \$ 5,125 Loans Loans held for sale 85 86 112 117 73 85 73 775 Securities 804 828 720 720 775 804 409 328 433 Other investments 433 178 36 36 Total interest income 7,015 7,009 6,798 6,387 6,009 7,015 6,009 Interest Expense Deposits 1,805 1,547 1,343 1,038 948 1,805 948 Short-term borrowings 237 517 424 368 373 237 373 Total interest expense 2,178 2,064 1,767 1,406 1,185 2,178 1,185 Net interest income 4,837 4,945 5,031 4,981 4,824 4,837 4,824 Provision for (reversal of) loan losses (158)(1,195)(13)149 (126) (158)(126)Net interest income after provision for (reversal of) loan losses 4,995 6,140 5,044 4,832 4,950 4,995 4,950 **Noninterest Income** Deposit service charges 83 79 105 110 111 83 111 20 31 20 Other service fees 30 40 34 34 Mortgage Banking revenue, net 978 1,057 1,760 2,155 1,374 978 1,374 Other income 165 165 143 173 153 132 132 Net gains (losses) on sale of securities available for sale 0 0 (7)0 22 0 22 Unrealized gains (losses) recognized on equity securities 30 23 (18)(18)(39) 30 (39) Net gains on sale of assets 213 1,020 528 198 86 198 86 1,832 1,832 Total noninterest income 1,362 1,546 3,063 2,968 1,362 **Noninterest Expense** Compensation and employee benefits 3,687 3,687 4,206 4.514 4,682 4,056 4,056 335 364 351 337 335 311 Equipment 311 Occupancy and premises 456 423 378 422 417 456 417 **Data Processing** 166 169 184 162 154 166 154 Federal deposit insurance 82 74 51 48 49 82 49 **Professional services** 140 270 623 290 166 140 166 Telephone and data communication 78 78 79 78 78 78 86 47 Insurance 53 60 63 61 53 61 Other expense 508 776 632 654 532 508 532 Total noninterest expense 5,505 6,415 6,871 6,737 5,824 5,505 5,824 Income from operations before income taxes 852 1,271 1,236 1,063 958 852 958 229 345 241 289 229 289 Income tax expense 313 Net income 623 958 891 822 669 623 669 Preferred stock dividend 0 0 0 0 0 0 0 Discount from repurchase of preferred shares 0 0 1,703 105 0 0 0

623 \$

\$

958 \$

2,594 \$

927 \$

669

623 \$

669

Net income allocated to common stockholders