



FOR IMMEDIATE RELEASE

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LEGACY BANK OF FLORIDA REPORTS NET INCOME OF \$1.793 MILLION FOR THE FIRST HALF OF 2018

Boca Raton, Florida – Legacy Bank of Florida (the “Bank”) reported consolidated net income for the six months ended June 30, 2018, of \$1.793 million compared to a net income of \$1.150 million for the comparable period in 2017. The improvement in the Bank’s net earnings is attributed to increased net interest income along with increased revenue generated from other fees and charges. The 55.9% increase in earnings over the same period in 2017 was also enhanced by the Tax Reform Act passed at the end of 2017.

The Bank’s net interest income for the six month period ending June 30, 2018, was \$6.6 million as compared to \$5.9 million for the same period in 2017. The Bank’s noninterest income for the six month period ending June 30, 2018 was \$458,000, compared to \$230,000 for the same period in 2017.

The Bank’s total assets at June 30, 2018, were \$394.5 million, as compared to \$377.9 million at December 31, 2017, an increase of \$16.6 million or 4.4%. The Bank’s loans net of reserves at June 30, 2018 were \$327.9 million, an increase of \$18.9 million, or 6.1%, from the \$309.0 million reported at December 31, 2017. Total deposits ending June 30, 2018, were \$293.9 million as compared to \$276.3 million at December 31, 2017, a \$17.6 million increase. The Bank’s stockholders’ equity at June 30, 2018, was \$42.7 million compared to \$39.7 million at December 31, 2017, a \$3.0 million or 7.7% increase.

Dennis G. Bedley, Chairman & CEO commented, “We are very pleased with our midyear performance. Through the first six months of 2018 we added \$47 million of loans on our books. We have, and will expect to experience loan payoffs which gives us the ability to redeploy the proceeds into higher earning assets. The company’s prospects for lending remains strong. We have seen some notable increases in deposits during the year, they have increased \$17.6 million from December 2017. There is more to be done, but I am pleased with our progress as we remain focused on strategies that produce long term value for our shareholders.”

Legacy Bank of Florida, founded in 2006, is a locally owned and managed community Bank with offices in Boca Raton, West Palm Beach, Fort Lauderdale, Delray Beach and Pompano. The Bank specializes in business and professional banking, including commercial loan and deposit products, and a full line of retail and corporate cash management products. For additional information, please visit www.legacybankfl.com. **Member FDIC**

Forward-Looking Statements

This document contains forward looking statements relating to present or future trends or factors affecting the banking industry and specifically the operations, markets and products of the Bank. Actual results could differ materially from those projected and may be affected by changing events and trends that have influenced the Bank's assumptions, but that are beyond the control of the Bank. These trends and events include changes in the interest rate environment, expected cost savings, anticipated growth in the Bank's newly established or augmented sources of noninterest income, changes in the domestic and foreign business environments and securities markets and changes in the regulatory authorities and policies affecting the Bank.

SELECTED FINANCIAL DATA

(DOLLARS IN THOUSANDS EXCEPT PER SHARE AMOUNTS)

	June 30,		December
	<u>2018</u>	<u>2017</u>	<u>2017</u>
	(UNAUDITED)	(UNAUDITED)	(AUDITED)
Operating Data:			
Interest Income	8,293	6,940	14,717
Interest Expense	1,721	1,040	2,384
Net interest income	6,572	5,900	12,333
Provision for loan and lease losses	0	0	480
Net interest income after provision for losses	6,572	5,900	11,853
Noninterest income	458	230	712
Noninterest expense	4,625	4,270	8,627
Income before income tax	2,405	1,860	3,938
Income tax (benefit)	612	710	3,382
Net earnings (calculated field)	1,793	1,150	556
Per Share Outstanding Data:			
Basic net earnings per common share	\$0.11	\$0.08	\$0.04
Book value per common share at year or period end	\$2.71	\$2.63	\$2.63
Common shares outstanding, year or period end	15,767,603	14,004,489	15,114,184
Average common shares outstanding, basic	15,765,900	13,993,204	14,008,676
Balance Sheet Data:			
Total assets	\$394,473	\$354,859	\$377,868
Total loans, net	327,852	291,513	309,023
Allowance for Loan Losses	2,543	2,990	2,498
Total deposits	293,907	270,470	276,324
Shareholders' Equity	42,739	36,809	39,697
Capital Ratios:			
Total risk-based capital ratio	12.47%	11.40%	11.94%
Common Equity Tier I risk-based capital ratio	11.75%	10.41%	11.18%
Tier 1 risk-based capital ratio	11.75%	10.41%	11.18%
Tier 1 leverage capital ratio	10.48%	9.13%	9.88%
Total equity to total assets	10.83%	10.37%	10.51%
Selected Performance Ratios:			
Return on average assets (after tax)	0.92%	0.67%	0.16%
Return on average equity (after tax)	8.61%	6.39%	1.51%
Net interest margin	3.48%	3.51%	3.54%
Efficiency ratio	65.70%	68.39%	65.90%
Asset Quality Ratios:			
Allowance for loan losses to period-end loans	0.77%	1.02%	0.80%
Nonperforming assets to total assets	0.00%	0.00%	0.00%
Nonperforming assets and loans 90+ days past due to total assets	0.00%	0.00%	0.00%
Net loan charge-offs to average loans (annualized)	-0.02%	-0.02%	0.31%

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