1Q21 Earnings

Supplemental Presentation

April 27, 2021

Hanmi Financial Corporation

Forward-Looking Statements

Hanmi Financial Corporation (the “Company”) cautions investors that any statements contained herein that are not historical facts are forward-looking statements within the meaning of the “safe harbor” provisions of the Private Securities Litigation Reform Act of 1995, including, but not limited to, those statements regarding operating and financial performance, financial position and liquidity, business strategies, regulatory, economic and competitive outlook, investment and expenditure plans, capital and financing needs and availability, litigation plans and objectives, merger or sale activity, the effects of COVID-19 on our business, financial condition and results of operations, and all other forecasts and statements of expectation or assumption underlying any of the foregoing. These statements involve known and unknown risks and uncertainties that are difficult to predict. Investors should not rely on any forward-looking statement and should consider risks, such as changes in governmental policy, legislation and regulations, economic climate uncertainty, fluctuations in interest rate and credit risk, competitive pressures, the ability to succeed in new markets, balance sheet management, ability to identify and remediate any material weakness in internal controls over financial reporting, and other operational factors.

Further, given its ongoing and dynamic nature, it is difficult to predict the full impact of the COVID-19 outbreak on our business, financial condition and results of operations. The extent of such impact will depend on future developments, which are highly uncertain, including when the coronavirus can be controlled and abated and whether the continued reopening of businesses will result in a meaningful increase in economic activity. As the result of the COVID-19 pandemic and the related adverse local and national economic consequences, we could be subject to various risks, any of which could have a material, adverse effect on our business, financial condition, liquidity, and results of operations.

Forward-looking statements are based upon the good faith beliefs and expectations of management as of this date only and are further subject to additional risks and uncertainties, including, but not limited to, the risk factors set forth in our earnings release dated April 27, 2021, including the section titled “Forward Looking Statements and the Company’s most recent Form 10-K, 10-Q and other filings with the Securities and Exchange Commission (“SEC”). Investors are urged to review our earnings release dated April 27, 2021, including the section titled “Forward Looking Statements and the Company’s SEC filings. The Company disclaims any obligation to update or revise the forward-looking statements herein.

1Q21 Highlights

Net Income	Diluted EPS	ROAA	NIM	Efficiency Ratio	TBVPS*
$16.7M	$0.54	1.08%	3.09%	52.92%	$18.59

- **Net income** of $16.7 million, or $0.54 per diluted share, up 16.3% from $14.3 million, or $0.47 per diluted share from the prior quarter
  - **Net income** includes $2.5 million of gains from the sale of $108.6 million second draw PPP loans and $1.4 million of capitalized expenses related to the second draw PPP loans
- **Loans receivable** of $4.82 billion down slightly from the prior quarter; excluding Paycheck Protection Program ("PPP") loans, essentially unchanged quarter over quarter
  - **Loan production** of $348.0 million, which included $131.5 million of second draw PPP loans, offset by loan sales, payoffs and forgiveness on first draw PPP loans
- **Deposits** of $5.51 billion, up 4.5% from the prior quarter
  - **Noninterest-bearing demand deposits** of $2.17 billion, up 14.5% from the prior quarter
  - **Cost of interest-bearing deposits** declined 15 basis points from the prior quarter to 0.49%
- **Credit loss expense** of $2.1 million compared with $5.1 million for the prior quarter; the allowance for credit losses was 1.83% of loans at March 31, 2021 (1.94%* excluding PPP loans)
- **Well-capitalized** with a Total Risk-Based capital ratio of 14.96% and a Common Equity Tier 1 capital ratio of 11.36% and TCE/TA* ratio of 8.87% at March 31, 2021 (9.27%* excluding PPP loans)

*Non-GAAP financial measure; refer to the non-GAAP reconciliation slide

1Q21 Financial Summary

($ million, except EPS)	1Q21	4Q20	1Q20	Change[1,2] Q/Q	Y/Y
Income Statement Summary					
Net interest income	**$ 46.0**	$ 46.9	$ 44.0	-1.9%	4.6%
Noninterest income	**9.8**	8.8	6.2	11.3%	57.6%
Operating revenue	**55.8**	55.7	50.2	0.2%	11.2%
Noninterest expense	**29.5**	30.9	31.1	-4.5%	-4.9%
Credit loss expense	**2.1**	5.1	15.7	-58.5%	-86.6%
Pretax income	**24.2**	19.7	3.4	22.8%	612.6%
Income tax expense	**7.5**	5.4	1.0	40.2%	621.0%
Net income	**$ 16.7**	$ 14.3	$ 2.4	16.3%	608.8%
EPS-Diluted	**$ 0.54**	$ 0.47	$ 0.08		
Select Balance Sheet Items					
Loans receivable	**$ 4,817**	$ 4,880	$ 4,544	-1.3%	6.0%
Deposits	**5,510**	5,275	4,582	4.5%	20.2%
Total assets	**6,438**	6,202	5,618	3.8%	14.6%
Stockholders' equity	**582**	577	553	0.8%	5.2%
Profitability Metrics					
Return on average assets	**1.08%**	0.92%	0.17%	16	91
Return on average equity	**11.63%**	10.01%	1.69%	161	994
TCE/TA[3]	**8.87%**	9.13%	9.65%	-26	-78
Net interest margin	**3.09%**	3.13%	3.36%	-4	-27
Efficiency ratio	**52.92%**	55.53%	61.89%	-261	-897

Note: Numbers may not foot due to rounding
(1) Percentage change calculated from dollars in thousands
(2) Change in basis points for returns and ratios
(3) Non-GAAP financial measure; refer to the non-GAAP reconciliation slide

Key Highlights

- **Net income of $16.7 million or $0.54 per diluted share, up 16.3% from $14.3 million or $0.47 per share in the prior quarter**
- **Loans receivable of $4.82 billion, down 1.3% from the end of the prior quarter; $348.0 million of new loan and lease production**
- **Deposits of $5.51 billion, up 4.5% from the prior quarter driven by a 14.5% increase in noninterest-bearing demand deposits**
- **Net interest income of $46.0 million; net interest margin of 3.09% (3.13%[3] excluding PPP loans)**
- **Noninterest income up 11.3% from the prior quarter to $9.8 million and included $2.5 million of gains from the sale of $108.6 million of second draw PPP loans**
- **Noninterest expense of $29.5 million, down 4.5% from the prior quarter primarily due to $1.4 million of capitalized expenses related to the second draw PPP loans**
- **Efficiency ratio for the first quarter was 52.92% (58.07%[3] excluding securities gains and second draw PPP loan gains and origination costs) compared with 55.53% for the prior quarter**
- **Well-capitalized with a Total risk-based capital ratio of 14.96% and a Common equity Tier 1 capital ratio of 11.36% at March 31, 2021; tangible common equity to tangible assets ratio was 8.87%[3] (9.27%[3] excluding PPP loans) at the end of the first quarter**

Loan Portfolio Composition

$4.82 Billion Loan Portfolio
(as of 1Q21)

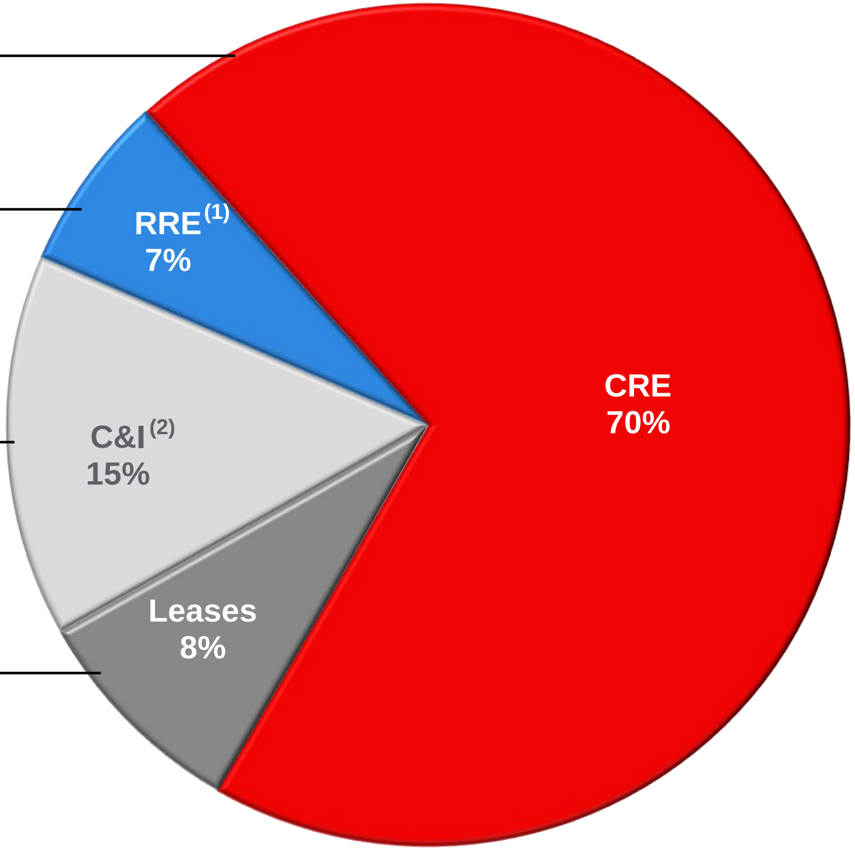
Commercial Real Estate Portfolio	
$ in millions	
Outstanding	$3,372
Average Size	$1.7
QTD Average Yield	4.34%

RRE & Consumer Portfolio	
$ in millions	
Outstanding	$328
Average Size	$0.4
QTD Average Yield	3.45%

Commercial & Industrial Portfolio(2)	
$ in millions	
Outstanding	$707
Average Size	$0.2
QTD Average Yield	3.56%

Leasing Portfolio	
$ in millions	
Outstanding	$410
Average Size	$0.04
QTD Average Yield	5.26%

Loan Portfolio Composition

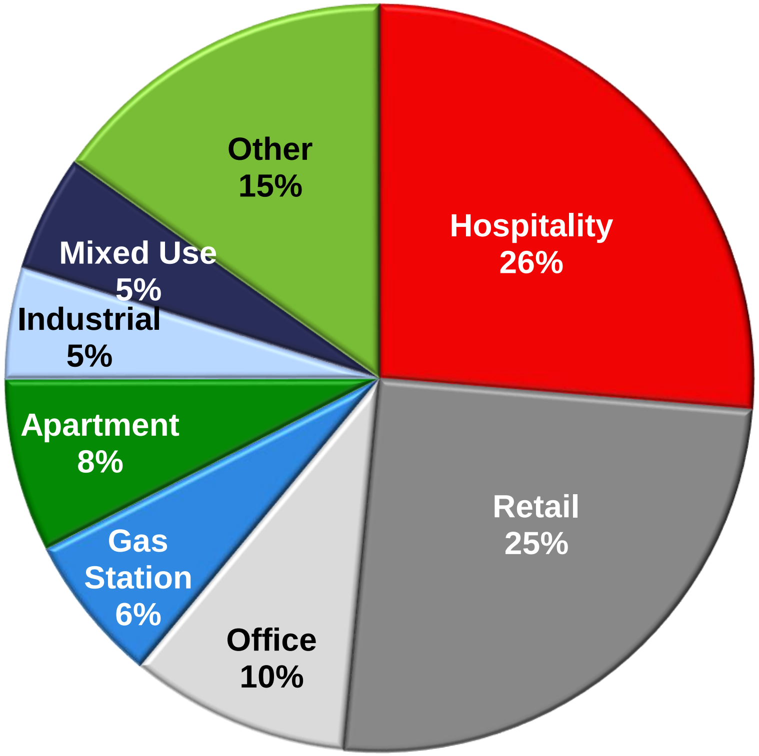


(1) RRE includes Consumer
(2) C&I portfolio includes $256 million of loans funded through the Paycheck Protection Program net of $3.7 million of deferred fees

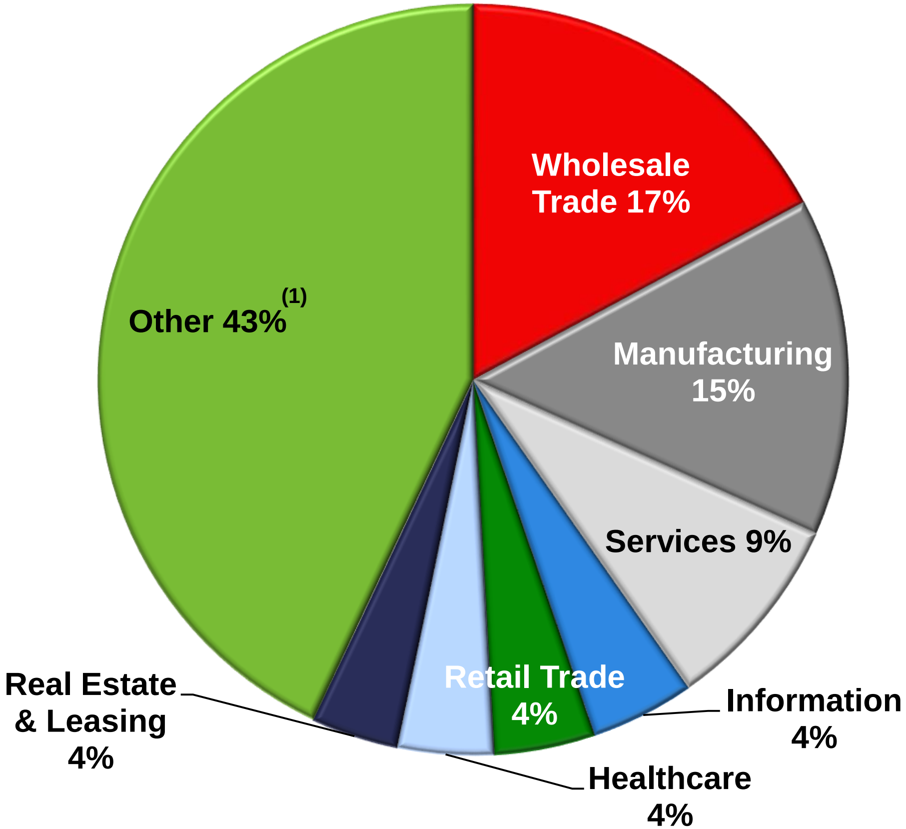
Loan Portfolio Diversification

Loan portfolio is well diversified across property and business types.

CRE Portfolio
$3.37B



C&I Portfolio
$707M

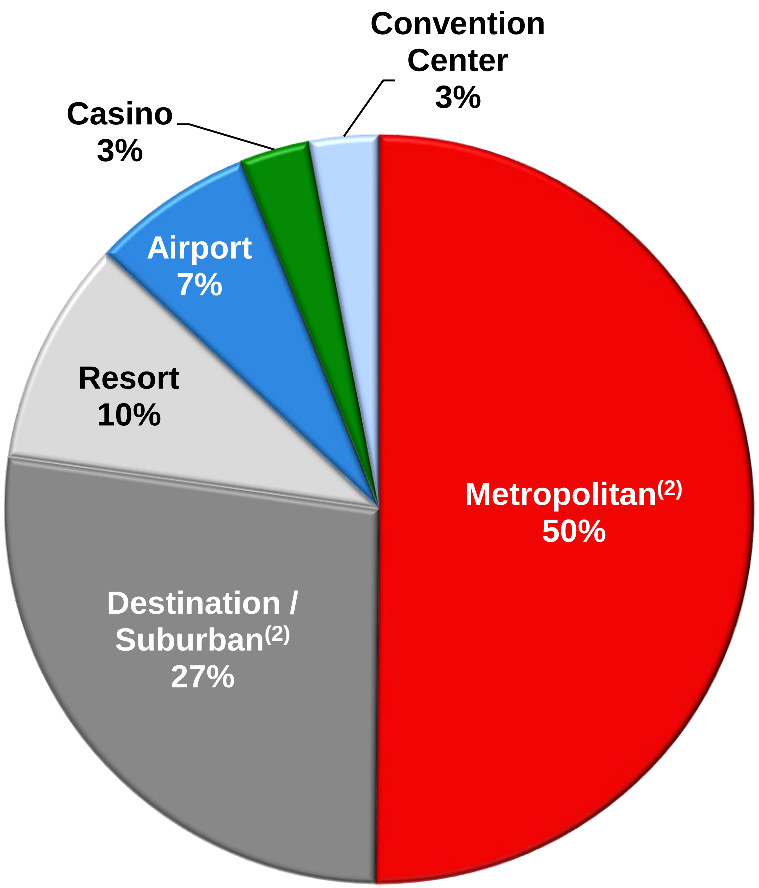


Note: Numbers may not add due to rounding

(1) 84% of this category represents PPP loans

Hospitality Segment by Location Type

Hospitality segment(1) is $888 million, representing 18% of the loan portfolio.



Total Hospitality Segment: $888M

Hospitality Portfolio Detail

- Average balance within the segment was $3.3 million
- Weighted average debt coverage ratio of the segment was 2.0x at origination
- Weighted average loan to value of the segment was 50.1% at origination
- 11% of the hospitality portfolio was criticized as of March 31, 2021, with almost half stemming from the Metropolitan location category
- The current(3) weighted average loan to value of all criticized hospitality loans was 69.3%
- Nonaccrual hospitality loans represented 1% of the portfolio with only two loans over $3 million – a $5.9 million California-based convention center location and a $3.0 million Texas-based metropolitan location

(1) Segment represents exposure across the loan portfolio, inclusive of CRE and C&I
(2) Metropolitan is categorized as a location that is in a major city and in proximity to downtown areas; destination is categorized as a hotel whose location/amenities make it a distinct tourist location; suburban is defined as areas outside of major city hubs and can include more rural areas
(3) Current refers to appraisals received within the past 12-months

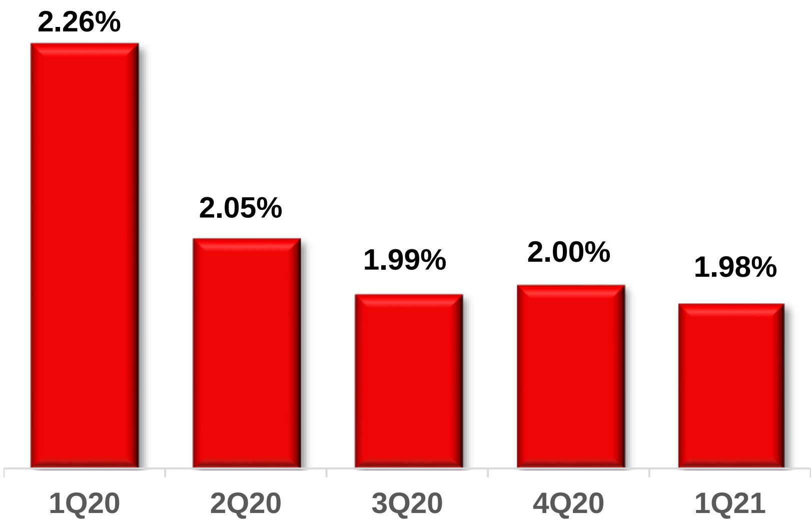
Adjusted Pretax Pre-Provision Income[3]

($ millions)

Income Statement Summary	1Q21	4Q20	3Q20	2Q20	1Q20
Net interest income	**$ 46.0**	$ 46.9	$ 45.6	$ 44.4	$ 44.0
Adjusted Noninterest income[1,3]	**7.0**	7.8	7.1	5.2	6.2
Adjusted Operating revenue[3]	**53.0**	54.7	52.7	49.6	50.2
Adjusted Noninterest expense[2,3]	**30.9**	30.9	29.9	30.2	31.1
Adjusted Pretax, Pre-Provision income[3]	**$ 22.1**	23.8	22.8	19.4	19.1

- **Adjusted operating revenue[3] decreased by 3.1% quarter-over-quarter**
  - **Adjusted operating revenue[3] includes SBA gains of $1.6 million (1Q21), $1.8 million (4Q20), $2.3 million (3Q20), $1.2 million (1Q20)**
- **Adjusted pretax, pre-provision income[3] for the first quarter decreased by 7.1% quarter-over-quarter**

Adjusted Noninterest Expense over Avg. Assets[2,3]



Adjusted Pretax, Pre-Provision Income ($ millions)[1,2,3]

Note: Numbers may not add due to rounding

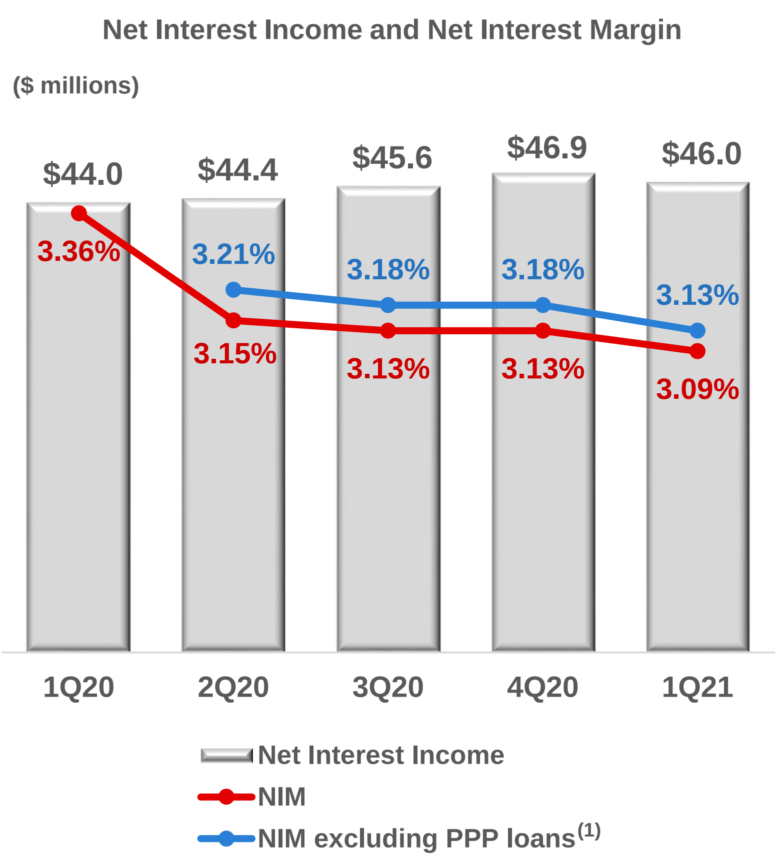
(1) Excludes $2.5 million of PPP gains, $250 thousand legal settlement and $99 thousand gain on securities for 1Q21, $1.0 million legal settlement for 4Q20, and gains on securities of $15.7 million for 2Q20

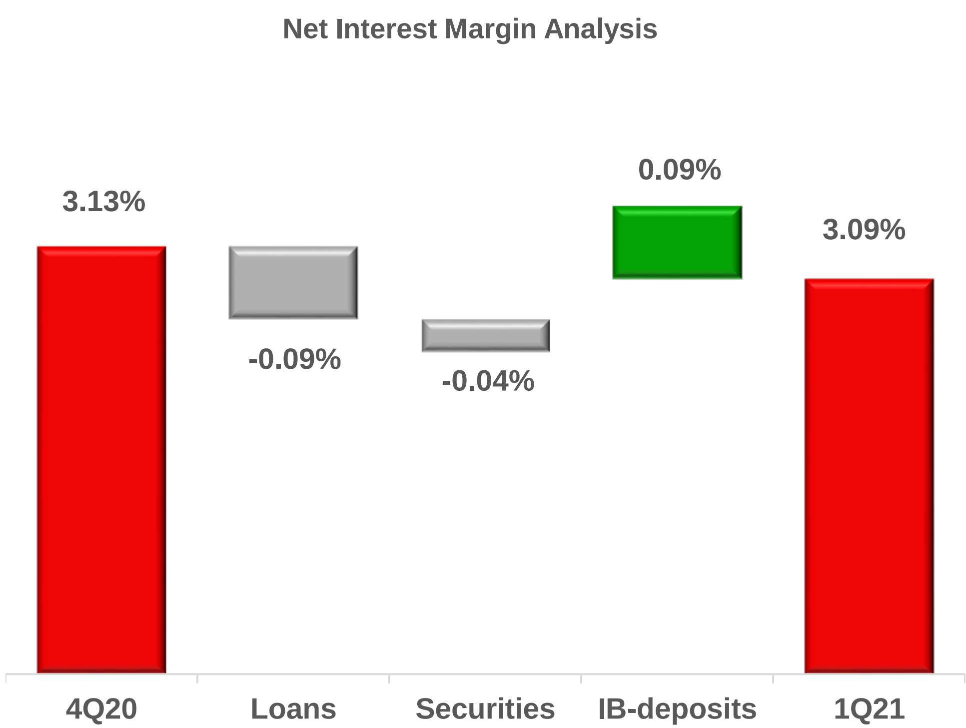
(2) Excludes PPP deferred loan origination costs of $1.4 million for 1Q21 and $3.1 million for 2Q20

(3) Non-GAAP financial measure; refer to the non-GAAP reconciliation slide

Net Interest Income / Net Interest Margin

Net interest income was $46.0 million for the first quarter compared with $46.9 million for the prior quarter; net interest margin for the quarter was 3.09% (3.13%[(1)] excluding PPP loans) compared with 3.13% for the prior quarter (3.18%[(1)] excluding PPP loans).

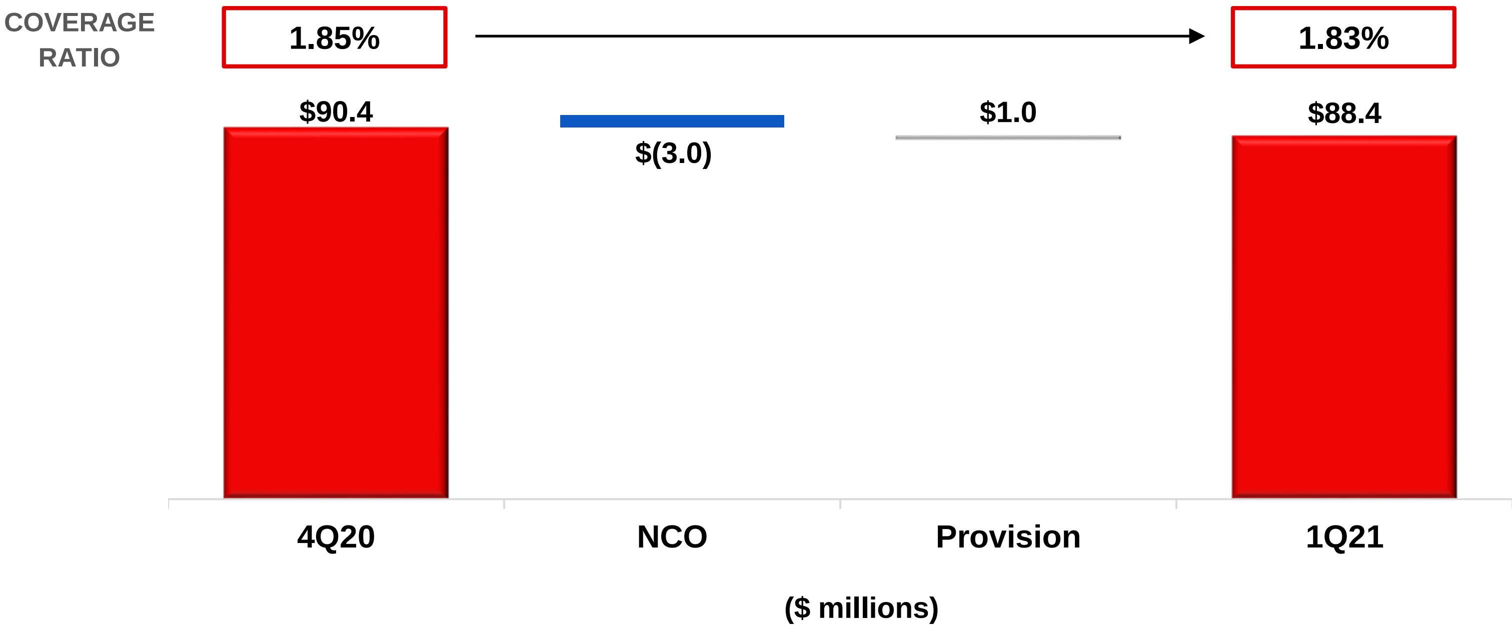




(1) Non-GAAP financial measure; refer to the non-GAAP reconciliation slide

ACL Analysis

Allowance for credit losses was $88.4 million as of March 31, 2021 generating an allowance for credit losses to loans of 1.83% (1.94%[1] excluding PPP loans) compared with 1.85% (1.97%[1] excluding the PPP loans) at the end of the prior quarter.



(1) Non-GAAP financial measure; refer to the non-GAAP reconciliation slide

ACL by Loan Components

($ millions)	March 31, 2021		December 31, 2020		September 30, 2020		June 30, 2020		March 31, 2020	
	Allowance	Loans	Allowance	Loans	Allowance	Loans	Allowance	Loans	Allowance	Loans
Loan Components										
CRE	$ 57.0	$ 3,372.3	$ 50.5	$ 3,353.8	$ 47.8	$ 3,264.4	$ 53.6	$ 3,266.2	$ 37.0	$ 3,187.2
C&I	16.4	707.1	21.4	757.3	20.8	765.5	13.4	730.4	11.6	472.7
Leases	14.2	409.6	17.1	423.3	15.3	433.3	16.5	462.8	15.8	492.5
RRE & Consumer	0.8	328.2	1.4	345.8	2.7	370.9	2.8	366.2	2.1	391.2
Total	**$ 88.4**	**$ 4,817.2**	**$ 90.4**	**$ 4,880.2**	**$ 86.6**	**$ 4,834.1**	**$ 86.3**	**$ 4,825.6**	**$ 66.5**	**$ 4,543.6**

Asset Quality – Criticized Loans

Total criticized loans increased by 12% quarter-over-quarter.

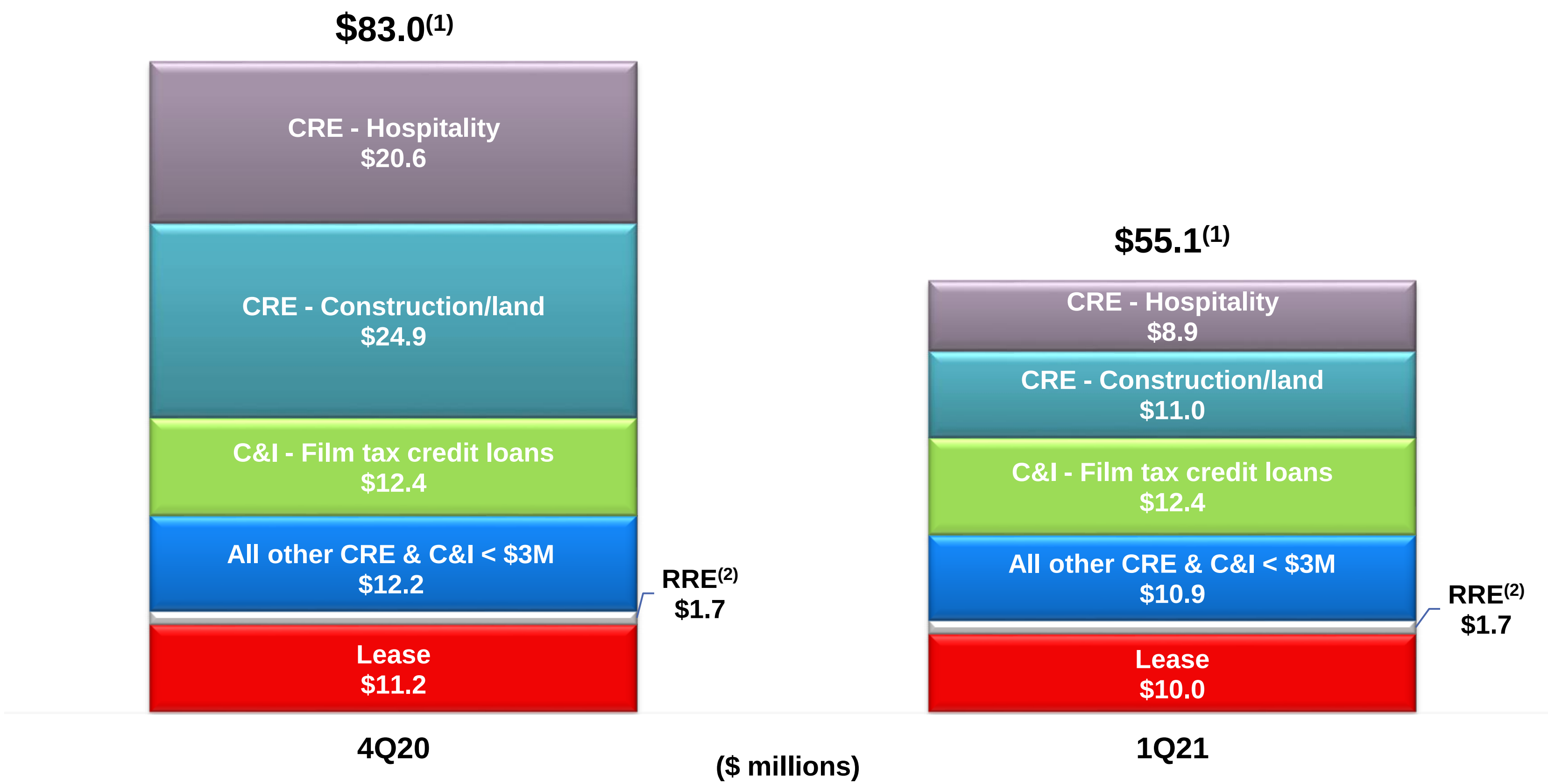
($ millions)	March 31, 2021	December 31, 2020	Additions / Downgrades	Reductions / Upgrades	Pandemic-impacted
Special Mention	$ 96.1	$ 77.0	$ 33.8	$ 14.7	$ 72.0
Classified	$ 147.4	$ 140.2	$ 28.5	$ 21.3	$ 69.5
Total Criticized Loans	**$ 243.5**	**$ 217.2**	**$ 62.3**	**$ 36.0**	**$ 141.5**

- **Special mention loans were $96.1 million at the end of the first quarter compared with $77.0 million at December 31, 2020. The quarter-over-quarter change reflects additions of $33.8 million and reductions (comprising upgrades, downgrades and payments) of $14.7 million. The March 31, 2021 balance of special mention loans included $72.0 million of loans adversely affected by the pandemic**
- **Classified loans were $147.4 million at March 31, 2021 compared with $140.2 million at the end of the fourth quarter. The quarter-over-quarter change reflects additions of $28.5 million and reductions (comprising upgrades, payments, sales, and charge-offs) of $21.3 million. At March 31, 2021, classified loans included $69.5 million of loans adversely affected by the COVID-19 pandemic**

Note: Numbers may not add due to rounding

Asset Quality – Nonaccrual Loans

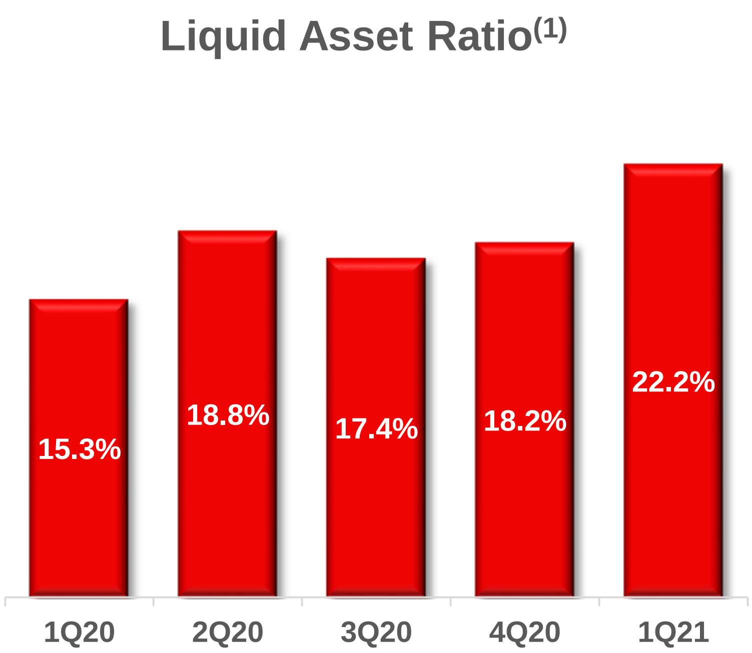
Nonaccrual loans[3] decreased 34% quarter-over-quarter. Nearly 60% of nonaccruals represent five loans of $3 million or more.

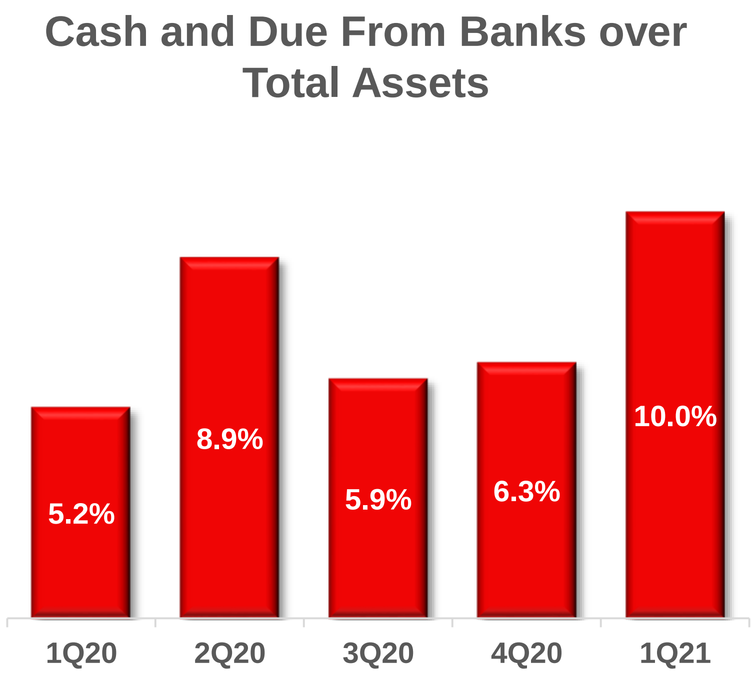


(1) Specific allowance for credit losses at December 31, 2020 and March 31, 2021 were $14.0 million and $12.2 million respectively
(2) RRE includes Consumer loans
(3) Includes $7.2 million and $14.9 million of modified loans at December 31, 2020 and March 31, 2021, respectively

Liquidity

Hanmi Financial's cash and due from banks to assets ratio increased from 6.3% to 10.0% quarter-over-quarter.



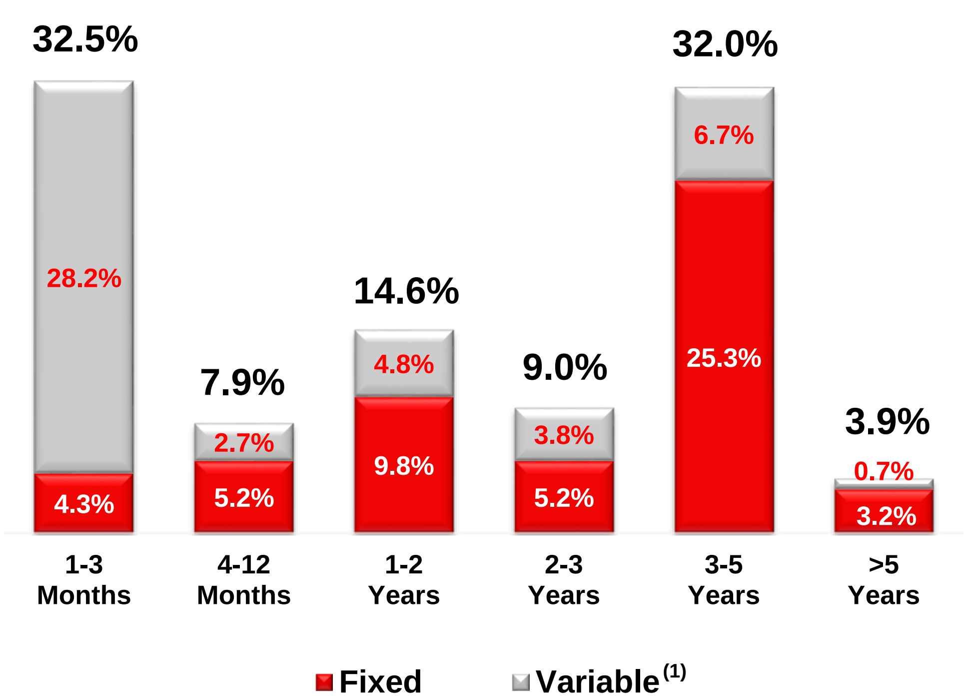


(1) Liquid asset ratio is the sum of cash and due from banks, unpledged AFS securities, and AFS SBA loans as a percentage of total assets

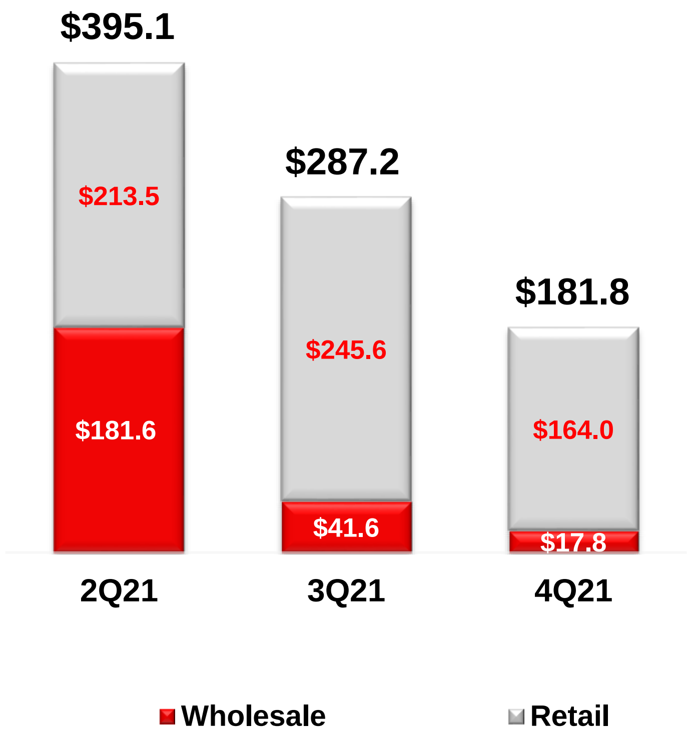
Net Interest Income Sensitivity to Interest Rates

Nearly one-third of the loan portfolio reprices in one to three months. 33% of the CDs reprice every three months on average. 72% of the variable rate loans[1] are pegged to Prime.

Loans – Months to Reset / Maturity



Deposits – CD Maturities[2]



(1) Variable includes floating, adjustable and hybrid loans
(2) WAIR for Retail CDs – 0.72% (2Q21), 0.57% (3Q21), 0.44% (4Q21); WAIR for Wholesale CDs – 0.58% (2Q21), 2.65% (3Q21), 1.46% (4Q21)

Securities Portfolio

The composition of the securities portfolio remains relatively unchanged quarter-over-quarter, with allocation to U.S. treasuries, and U.S. government agencies and sponsored agencies – mortgage-backed securities, collateralized mortgage obligations, and notes.

($ thousands)

	March 31, 2021			**December 31, 2020**			**September 30, 2020**			**June 30, 2020**			**March 31, 2020**		
	Fair Value	**TE Yield Proj.**	**Asset Alloc.**	**Fair Value**	**TE Yield Proj.**	**Asset Alloc.**	**Fair Value**	**TE Yield Proj.**	**Asset Alloc.**	**Fair Value**	**TE Yield Proj.**	**Asset Alloc.**	**Fair Value**	**TE Yield Proj.**	**Asset Alloc.**
Securities Portfolio															
U.S. treasuries	$ 10,075	2.67%	1%	$ 10,133	2.67%	1%	$ 20,195	1.41%	3%	$ 45,262	0.99%	7%	$ 25,408	2.66%	4%
U.S. gov. agencies and sponsored agencies:															
Mortgage-backed securities	572,082	0.87%	73%	519,240	1.13%	69%	485,496	1.40%	67%	413,264	1.56%	63%	425,356	2.44%	68%
Collateralized mortgage obligations	112,742	0.27%	14%	133,601	0.62%	18%	132,114	1.00%	18%	120,294	1.03%	18%	154,825	2.25%	25%
Notes	85,215	0.57%	11%	90,807	0.57%	12%	85,796	0.58%	12%	77,152	0.58%	12%	16,617	2.11%	3%
Securities total	**$780,114**	**0.77%**	**100%**	**$753,781**	**0.99%**	**100%**	**$723,601**	**1.23%**	**100%**	**$655,971**	**1.31%**	**100%**	**$622,206**	**2.39%**	**100%**
Unrealized appreciation (depreciation), net	$ (7,561)			$ 4,323			$ 2,419			$ 471			$ 16,676		

Non-GAAP Reconciliation

($ thousands, except share, per share data and ratios)

	March 31, 2021	December 31, 2020	September 30, 2020	June 30, 2020	March 31, 2020
Tangible Common Equity to Tangible Assets Ratio					
Assets	$ 6,438,401	$ 6,201,888	$ 6,106,782	$ 6,218,163	$ 5,617,690
Less goodwill and other intangible assets	(11,558)	(11,612)	(11,677)	(11,742)	(11,808)
Tangible assets	$ 6,426,843	$ 6,190,276	$ 6,095,105	$ 6,206,421	$ 5,605,882
Stockholders' equity(1)	$ 581,822	$ 577,044	$ 563,203	$ 547,436	$ 552,958
Less goodwill and other intangible assets	(11,558)	(11,612)	(11,677)	(11,742)	(11,808)
Tangible stockholders' equity(1)	$ 570,264	$ 565,432	$ 551,526	$ 535,694	$ 541,150
Stockholders' equity to assets	9.04%	9.30%	9.22%	8.80%	9.84%
Tangible common equity to tangible assets(1)	8.87%	9.13%	9.05%	8.63%	9.65%
Common shares outstanding	30,682,533	30,717,835	30,719,591	30,657,629	30,622,741
Tangible common equity per common share	$ 18.59	$ 18.41	$ 17.95	$ 17.47	$ 17.67

(1) There were no preferred shares outstanding at the periods indicated.

Non-GAAP Reconciliation: Pretax Pre-Provision Income

($ millions)	1Q21	4Q20	3Q20	2Q20	1Q20
Pretax income	**$ 24.2**	**$ 19.7**	**$ 22.8**	**$ 13.6**	**$ 3.4**
less credit loss expense	2.1	5.1	-	24.6	15.7
Pretax, Pre-provision, income	$ 26.3	$ 24.8	$ 22.8	$ 38.2	$ 19.1
less income from PPP gains	(2.5)	-	-	-	-
less income from legal settlement	(0.3)	(1.0)	-	-	-
less gain on sales of securities	(0.1)	-	-	(15.7)	-
less PPP capitalized cost	(1.4)	-	-	(3.1)	-
Adjusted pretax, pre-provision, income	**$ 22.1**	**$ 23.8**	**$ 22.8**	**$ 19.4**	**$ 19.1**
Operating revenue	**$ 55.8**	**$ 55.7**	**$ 52.7**	**$ 65.4**	**$ 50.2**
less income from PPP gains	(2.5)	-	-	-	-
less income from legal settlement	(0.3)	(1.0)	-	-	-
less gain on sales of securities	(0.1)	-	-	(15.7)	-
Adjusted operating revenue	**$ 53.0**	**$ 54.7**	**$ 52.7**	**$ 49.7**	**$ 50.2**
Noninterest income	**$ 9.8**	**$ 8.8**	**$ 7.1**	**$ 20.9**	**$ 6.2**
less income from PPP gains	(2.5)	-	-	-	-
less income from legal settlement	(0.3)	(1.0)	-	-	-
less gain on sales of securities	(0.1)	-	-	(15.7)	-
Adjusted noninterest income	**$ 7.0**	**$ 7.8**	**$ 7.1**	**$ 5.2**	**$ 6.2**
Noninterest expense	**$ 29.5**	**$ 30.9**	**$ 29.9**	**$ 27.1**	**$ 31.1**
less PPP capitalized cost	1.4	-	-	3.1	-
Adjusted noninterest expense	**$ 30.9**	**$ 30.9**	**$ 29.9**	**$ 30.2**	**$ 31.1**

Note: Numbers may not add due to rounding

Non-GAAP Reconciliation – PPP (1Q21)

($ in thousands, except share and per share data)

		As of March 31, 2021
Tangible Common Equity to Tangible Assets		
Tangible assets	$	6,426,843
Less first and second draw PPP loans		(278,200)
Tangible assets adjusted for PPP loans	$	6,148,643
Tangible stockholders' equity (1)	$	570,264
TCE / TA Ratio(1)		**8.87%**
TCE / TA Ratio adjusted for PPP loans(1)		**9.27%**
Allowance for Credit Losses to Loans Receivable		
Allowance for credit losses	$	88,392
Loans receivable	$	4,817,151
Less first draw PPP loans		(256,457)
Loans receivable adjusted for PPP loans	$	4,560,694
ACL / Loans Receivable		**1.83%**
ACL / Loans Receivable adjusted for PPP loans		**1.94%**

		Three Months Ended March 31, 2021
Net Interest Margin		
Net interest income	$	46,001
Less PPP loan interest income		(1,865)
Net interest income adjusted for PPP loans	$	44,136
Average interest-earning assets		6,029,834
Less average PPP loans		(308,543)
Average interest-earning assets adjusted for PPP loans	$	5,721,291
NIM(2)		**3.09%**
NIM adjusted for PPP loans (2)		**3.13%**
Efficiency Ratio		
Noninterest expense		29,535
Less PPP deferred origination costs		1,390
Noninterest expense adjusted for PPP loans	$	30,925
Net interest income plus noninterest income	$	55,809
Less securities and PPP gains		(2,553)
Net interest income plus noninterest income adjusted for securities and PPP gains	$	53,256
Efficiency ratio (3)		**52.92%**
Efficiency ratio adjusted for PPP loans and securities gains (3)		**58.07%**

(1) There were no preferred shares outstanding at March 31, 2021
(2) Net interest income (as applicable) divided by average interest-earning assets (as applicable), annualized
(3) Noninterest expense (as applicable) divided by the sum of net interest income and noninterest income (as applicable)

In response to the Covid-19 pandemic, the Coronavirus Aid, Relief and Economic Security Act (the "CARES Act") was adopted, which included authorization for the U.S. Small Business Administration (the "SBA") to introduce a new program, entitled the "Paycheck Protection Program," which provides loans for eligible businesses through the SBA's 7(a) loan guaranty program. These loans are fully guaranteed and available for loan forgiveness of up to the full principal amount so long as certain employee and compensation levels of the business are maintained and the proceeds of the loan are used as required under the program. The Paycheck Protection Program ("PPP") and loan forgiveness are intended to provide economic relief to small businesses nationwide adversely impacted under the COVID-19 pandemic.

Hanmi participated in this program and the financial information for the 2021 first quarter reflects this participation. This table shows financial information excluding the effect of the origination of the PPP loans, including the corresponding interest income earned on such loans, which constitutes a non-GAAP measure. Management believes the presentation of certain financial measures excluding the effect of PPP loans provides useful supplemental information that is essential to a proper understanding of the financial condition and results of operations of Hanmi. This disclosure should not be viewed as a substitution for results determined in accordance with GAAP, nor is it necessarily comparable to non-GAAP financial measures that may be used by other companies.

Non-GAAP Reconciliation – PPP (4Q20)

($ in thousands, except share and per share data)

		As of December 31, 2020
Tangible Common Equity to Tangible Assets		
Tangible assets	$	6,190,276
Less PPP loans		(295,702)
Tangible assets adjusted for PPP loans	$	5,894,574
Tangible stockholders' equity (1)	$	565,432
TCE / TA Ratio(1)		**9.13%**
TCE / TA Ratio adjusted for PPP loans(1)		**9.59%**
Allowance for Credit Losses to Loans Receivable		
Allowance for credit losses	$	90,426
Loans receivable	$	4,880,168
Less PPP loans		(295,702)
Loans receivable adjusted for PPP loans	$	4,584,466
ACL / Loans Receivable		**1.85%**
ACL / Loans Receivable adjusted for PPP loans		**1.97%**

		Three Months Ended December 31, 2020
Net Interest Margin		
Net interest income	$	46,877
Less PPP loan interest income		(1,751)
Net interest income adjusted for PPP loans	$	45,126
Average interest-earning assets		5,956,208
Less average PPP loans		(304,017)
Average interest-earning assets adjusted for PPP loans	$	5,652,191
NIM(2)		**3.13%**
NIM adjusted for PPP loans (2)		**3.18%**
Efficiency Ratio		
Noninterest expense		30,923
Less PPP deferred origination costs		-
Noninterest expense adjusted for PPP loans	$	30,923
Net interest income plus noninterest income	$	55,686
Less net gain on sales of securities		-
Net interest income plus noninterest income adjusted for net securities gains	$	55,686
Efficiency ratio (3)		**55.53%**
Efficiency ratio adjusted for PPP loans and securities gains (3)		**55.53%**

(1) There were no preferred shares outstanding at December 31, 2020
(2) Net interest income (as applicable) divided by average interest-earning assets (as applicable), annualized
(3) Noninterest expense (as applicable) divided by the sum of net interest income and noninterest income (as applicable)

In response to the Covid-19 pandemic, the Coronavirus Aid, Relief and Economic Security Act (the “CARES Act”) was adopted, which included authorization for the U.S. Small Business Administration (the “SBA”) to introduce a new program, entitled the “Paycheck Protection Program,” which provides loans for eligible businesses through the SBA’s 7(a) loan guaranty program. These loans are fully guaranteed and available for loan forgiveness of up to the full principal amount so long as certain employee and compensation levels of the business are maintained and the proceeds of the loan are used as required under the program. The Paycheck Protection Program (“PPP”) and loan forgiveness are intended to provide economic relief to small businesses nationwide adversely impacted under the COVID-19 pandemic.

Hanmi participated in this program and the financial information for the 2020 fourth quarter reflects this participation. This table shows financial information excluding the effect of the origination of the PPP loans, including the corresponding interest income earned on such loans, which constitutes a non-GAAP measure. Management believes the presentation of certain financial measures excluding the effect of PPP loans provides useful supplemental information that is essential to a proper understanding of the financial condition and results of operations of Hanmi. This disclosure should not be viewed as a substitution for results determined in accordance with GAAP, nor is it necessarily comparable to non-GAAP financial measures that may be used by other companies.

Non-GAAP Reconciliation – PPP (3Q20)

($ in thousands, except share and per share data)

		As of September 30, 2020
Tangible Common Equity to Tangible Assets		
Tangible assets	$	6,095,105
Less PPP loans		(302,929)
Tangible assets adjusted for PPP loans	$	5,792,176
Tangible stockholders' equity (1)	$	551,526
TCE / TA Ratio(1)		**9.05%**
TCE / TA Ratio adjusted for PPP loans(1)		**9.52%**
Allowance for Credit Losses to Loans Receivable		
Allowance for credit losses	$	86,620
Loans receivable	$	4,834,137
Less PPP loans		(302,929)
Loans receivable adjusted for PPP loans	$	4,531,208
ACL / Loans Receivable		**1.79%**
ACL / Loans Receivable adjusted for PPP loans		**1.91%**

		Three Months Ended September 30, 2020
Net Interest Margin		
Net interest income	$	45,605
Less PPP loan interest income		(1,713)
Net interest income adjusted for PPP loans	$	43,892
Average interest-earning assets	$	5,787,667
Less average PPP loans		(302,365)
Average interest-earning assets adjusted for PPP loans	$	5,485,302
NIM(2)		**3.13%**
NIM adjusted for PPP loans (2)		**3.18%**
Efficiency Ratio		
Noninterest expense	$	29,924
Less PPP deferred origination costs		-
Noninterest expense adjusted for PPP loans	$	29,924
Net interest income plus noninterest income	$	52,745
Less net gain on sales of securities		-
Net interest income plus noninterest income adjusted for net securities gains	$	52,745
Efficiency ratio (3)		**56.73%**
Efficiency ratio adjusted for PPP loans and securities gains (3)		**56.73%**

(1) There were no preferred shares outstanding at September 30, 2020
(2) Net interest income (as applicable) divided by average interest-earning assets (as applicable), annualized
(3) Noninterest expense (as applicable) divided by the sum of net interest income and noninterest income (as applicable)

In response to the Covid-19 pandemic, the Coronavirus Aid, Relief and Economic Security Act (the "CARES Act") was adopted, which included authorization for the U.S. Small Business Administration (the "SBA") to introduce a new program, entitled the "Paycheck Protection Program," which provides loans for eligible businesses through the SBA's 7(a) loan guaranty program. These loans are fully guaranteed and available for loan forgiveness of up to the full principal amount so long as certain employee and compensation levels of the business are maintained and the proceeds of the loan are used as required under the program. The Paycheck Protection Program ("PPP") and loan forgiveness are intended to provide economic relief to small businesses nationwide adversely impacted under the COVID-19 pandemic.

Hanmi participated in this program and the financial information for the 2020 third quarter reflects this participation. This table shows financial information excluding the effect of the origination of the PPP loans, including the corresponding interest income earned on such loans, which constitutes a non-GAAP measure. Management believes the presentation of certain financial measures excluding the effect of PPP loans provides useful supplemental information that is essential to a proper understanding of the financial condition and results of operations of Hanmi. This disclosure should not be viewed as a substitution for results determined in accordance with GAAP, nor is it necessarily comparable to non-GAAP financial measures that may be used by other companies.

Non-GAAP Reconciliation – PPP (2Q20)

($ in thousands, except share and per share data)

		As of June 30, 2020
Tangible Common Equity to Tangible Assets		
Tangible assets	$	6,206,421
Less PPP loans		(301,836)
Tangible assets adjusted for PPP loans	$	5,904,585
Tangible stockholders' equity (1)	$	535,694
TCE / TA Ratio(1)		**8.63%**
TCE / TA Ratio adjusted for PPP loans(1)		**9.07%**
Allowance for Credit Losses to Loans Receivable		
Allowance for credit losses	$	86,330
Loans receivable	$	4,825,642
Less PPP loans		(301,836)
Loans receivable adjusted for PPP loans	$	4,523,806
ACL / Loans Receivable		**1.79%**
ACL / Loans Receivable adjusted for PPP loans		**1.91%**

		Three Months Ended June 30, 2020
Net Interest Margin		
Net interest income	$	44,442
Less PPP loan interest income		(1,129)
Net interest income adjusted for PPP loans	$	43,313
Average interest-earning assets	$	5,673,321
Less average PPP loans		(251,758)
Average interest-earning assets adjusted for PPP loans	$	5,421,563
NIM(2)		**3.15%**
NIM adjusted for PPP loans (2)		**3.21%**
Efficiency Ratio		
Noninterest expense	$	27,138
Less PPP deferred origination costs		3,064
Noninterest expense adjusted for PPP loans	$	30,202
Net interest income plus noninterest income	$	65,373
Less net gain on sales of securities		(15,712)
Net interest income plus noninterest income adjusted for net securities gains	$	49,661
Efficiency ratio (3)		**41.51%**
Efficiency ratio adjusted for PPP loans and securities gains (3)		**60.82%**

(1) There were no preferred shares outstanding at June 30, 2020
(2) Net interest income (as applicable) divided by average interest-earning assets (as applicable), annualized
(3) Noninterest expense (as applicable) divided by the sum of net interest income and noninterest income (as applicable)

In response to the Covid-19 pandemic, the Coronavirus Aid, Relief and Economic Security Act (the “CARES Act”) was adopted, which included authorization for the U.S. Small Business Administration (the “SBA”) to introduce a new program, entitled the “Paycheck Protection Program,” which provides loans for eligible businesses through the SBA’s 7(a) loan guaranty program. These loans are fully guaranteed and available for loan forgiveness of up to the full principal amount so long as certain employee and compensation levels of the business are maintained and the proceeds of the loan are used as required under the program. The Paycheck Protection Program (“PPP”) and loan forgiveness are intended to provide economic relief to small businesses nationwide adversely impacted under the COVID-19 pandemic.

Hanmi participated in this program and the financial information for the 2020 second quarter reflects this participation. This table shows financial information excluding the effect of the origination of the PPP loans, including the corresponding interest income earned on such loans, which constitutes a non-GAAP measure. Management believes the presentation of certain financial measures excluding the effect of PPP loans provides useful supplemental information that is essential to a proper understanding of the financial condition and results of operations of Hanmi. This disclosure should not be viewed as a substitution for results determined in accordance with GAAP, nor is it necessarily comparable to non-GAAP financial measures that may be used by other companies.