

April 23, 2015



# Hanmi Reports Strong 2015 First Quarter Results

## First Quarter Net Income of \$11.1 Million, Up 86.5% Quarter-Over-Quarter

LOS ANGELES, April 23, 2015 (GLOBE NEWSWIRE) -- Hanmi Financial Corporation (Nasdaq:HAFC) (or "Hanmi"), the holding company for Hanmi Bank (the "Bank"), today reported first quarter 2015 results. For the quarter, net income increased 86.5% to \$11.1 million, or \$0.35 per diluted share, compared to \$5.9 million, or \$0.19 per diluted share, in the fourth quarter 2014 and was up 0.6% from \$11.0 million, or \$0.34 per diluted share, in the year-ago period. In the first quarter 2015, pretax income from continuing operations grew 125.9% to \$18.6 million from \$8.2 million in the fourth quarter 2014 but was down 1.2% from \$18.8 million in the year-ago period.

Mr. C. G. Kum, President and Chief Executive Officer, said, "We are off to a good start in 2015. First quarter net income of \$11.1 million increased 86.5% from the prior quarter driven by a \$5.4 million reduction in noninterest expense. We expect ongoing expense reduction initiatives currently underway will continue to improve our financial performance as we transform Hanmi into a nationwide community bank. To this end, we are making good progress integrating the acquisition of Central Bancorp, Inc. ("CBI") and building out our asset generating platform in the former CBI markets. In doing so, we have created a platform that will enable the Hanmi franchise to generate sustainable growth well into the future."

### Quarterly Results

*(In thousands, except per share data)*

|                                                                  | <u>As of or for the Three Months Ended</u> |                     |                  |
|------------------------------------------------------------------|--------------------------------------------|---------------------|------------------|
|                                                                  | <u>March 31,</u>                           | <u>December 31,</u> | <u>March 31,</u> |
|                                                                  | <u>2015</u>                                | <u>2014</u>         | <u>2014</u>      |
| Net income                                                       | \$ 11,054                                  | \$ 5,928            | \$ 10,991        |
| Net income per diluted common share                              | \$ 0.35                                    | \$ 0.19             | \$ 0.34          |
| Assets                                                           | \$ 4,083,887                               | \$ 4,232,443        | \$ 3,095,758     |
| Loans receivable, net                                            | \$ 2,767,080                               | \$ 2,735,832        | \$ 2,221,520     |
| Deposits                                                         | \$ 3,552,717                               | \$ 3,556,746        | \$ 2,506,580     |
| Return on average assets <sup>(1)</sup>                          | 1.07%                                      | 0.56%               | 1.49%            |
| Pre-tax, pre-provision earnings on average assets <sup>(1)</sup> | 1.61%                                      | 0.88%               | 2.11%            |
| Return on average stockholders' equity <sup>(1)</sup>            | 9.75%                                      | 5.21%               | 10.98%           |
| Net interest margin                                              | 3.92%                                      | 3.80%               | 3.90%            |

|                                                           |          |          |          |
|-----------------------------------------------------------|----------|----------|----------|
| Net interest margin (excluding purchase accounting)       | 3.30%    | 3.24%    | 3.90%    |
| Efficiency ratio                                          | 65.63%   | 80.03%   | 53.43%   |
| Efficiency ratio (excluding merger and integration costs) | 62.30%   | 73.39%   | 53.18%   |
| Tangible common equity to tangible assets                 | 11.40%   | 10.67%   | 13.33%   |
| Tangible common equity per common share                   | \$ 14.58 | \$ 14.14 | \$ 12.97 |

<sup>(1)</sup> Amount calculated based on net income from continuing operations.

## Financial Highlights (at or for the quarter ended March 31, 2015)

- Net interest margin (NIM) improved to 3.92%, an increase of 12 basis points from the prior quarter.
- Reduced noninterest expense by \$5.4 million during the quarter, with the efficiency ratio improving to 65.63% from 80.03% in the prior quarter; the efficiency ratio excluding merger and integration costs in the first quarter was 62.30%.
- Gross loans totaled \$2.82 billion, up \$31.3 million from the prior quarter; the increase is net of loan payoffs which included \$24.6 million of performing loans with two borrowers that Hanmi requested to leave the Bank due to heightened risk profiles.
- Noninterest-bearing deposits increased 4.1% to \$1.06 billion representing 30.0% of total deposits.
- A cash dividend of \$0.11 per share was paid on April 14, 2015, an increase of 57.1% from the prior quarter.

## Results of Operations

First quarter net interest income before provision for credit losses improved 0.8% to \$37.7 million from \$37.4 million in the preceding quarter and improved 39.0% from \$27.1 million in the first quarter last year. Interest and dividend income increased 0.5% from the preceding quarter and increased 37.2% from the first quarter a year ago, while interest expense decreased 3.0% from the preceding quarter and increased 21.8% from the year ago quarter.

Net interest margin for the first quarter 2015 was 3.92% compared to 3.80% in the fourth quarter of 2014 and 3.90% in the year-ago period. The expansion of NIM in the first quarter of 2015 was due to an improved mix of interest earning assets favoring higher yielding loans and the impact of acquisition accounting.

The following table details the asset yields, liability costs, spread and margin.

|                              | Three Months Ended |              |           |
|------------------------------|--------------------|--------------|-----------|
|                              | March 31,          | December 31, | March 31, |
|                              | 2015               | 2014         | 2014      |
| Interest-earning assets      | 4.33%              | 4.21%        | 4.36%     |
| Interest-bearing liabilities | 0.61%              | 0.61%        | 0.75%     |
| Net interest spread          | 3.72%              | 3.60%        | 3.61%     |
| Net interest margin          | 3.92%              | 3.80%        | 3.90%     |

The impact of the CBI acquisition accounting adjustments on core loan yield, core deposit cost and NIM are summarized in the following tables.

|                                          | Three Months Ended |              |
|------------------------------------------|--------------------|--------------|
|                                          | March 31,          | December 31, |
|                                          | 2015               | 2014         |
| <b>Core loan yield</b>                   | <b>4.74%</b>       | <b>4.78%</b> |
| Accretion of discount on purchased loans | 0.61%              | 0.54%        |
| <b>As reported</b>                       | <b>5.35%</b>       | <b>5.32%</b> |
| <b>Core deposit cost</b>                 | <b>0.62%</b>       | <b>0.63%</b> |
| Accretion of time deposits premium       | 0.19%              | 0.20%        |
| <b>As reported</b>                       | <b>0.43%</b>       | <b>0.43%</b> |

|                                                  | Three Months Ended    |              |                   |              |
|--------------------------------------------------|-----------------------|--------------|-------------------|--------------|
|                                                  | March 31, 2015        |              | December 31, 2014 |              |
|                                                  | Amount                | NIM Impact   | Amount            | NIM Impact   |
|                                                  | <i>(In thousands)</i> |              |                   |              |
| <b>NIM excluding purchase accounting</b>         | <b>\$ 31,762</b>      | <b>3.30%</b> | <b>\$ 31,891</b>  | <b>3.24%</b> |
| Accretion of discount on Non-PCI loans           | 3,511                 | 0.36%        | 2,802             | 0.28%        |
| Accretion of discount on PCI loans               | 843                   | 0.09%        | 963               | 0.10%        |
| Accretion of time deposits premium               | 1,606                 | 0.17%        | 1,747             | 0.18%        |
| Amortization of subordinated debentures discount | (38)                  | --           | (36)              | --           |
| Net impact                                       | 5,922                 | 0.62%        | 5,476             | 0.56%        |
| <b>As reported</b>                               | <b>\$ 37,684</b>      | <b>3.92%</b> | <b>\$ 37,367</b>  | <b>3.80%</b> |

For the first quarter, net interest income, after provision for credit losses, increased 9.2% to \$39.7 million compared to \$36.3 million in the fourth quarter 2014 and was up 30.5% from \$30.4 million in the first quarter last year. In the first quarter of 2015, Hanmi recorded a negative provision for loan losses of \$2.0 million which was net of \$414,000 of impairment reserves on PCI loans. In the preceding quarter, Hanmi recognized \$1.0 million of provision for loan losses, which was comprised entirely of impairment reserves on PCI loans. In the year ago quarter, Hanmi recognized a negative provision for loan losses of \$3.3 million.

Noninterest income increased 18.4% to \$10.6 million for the first quarter 2015 compared to \$9.0 million in the fourth quarter 2014 and increased 71.1% from \$6.2 million in the preceding year. Service charges on deposit accounts were \$3.2 million in the first quarter of 2015, compared to \$3.4 million in the fourth quarter of 2014 and \$2.5 million in the first quarter last year. Gains on sales of SBA loans were \$1.7 million in the first quarter 2015, compared to \$1.2 million in the fourth quarter 2014 and \$547,000 in the year-ago period. Net gain on sales of investment securities were \$2.2 million in the first quarter of 2015 compared

to \$159,000 in the fourth quarter of 2014 and \$1.4 million in the first quarter last year. Disposition gains on PCI loans were \$881,000 in the first quarter 2015, compared to \$1.4 million in the prior quarter and no disposition gains in the period a year-ago.

Noninterest expense declined 14.5% to \$31.7 million from \$37.1 million in the preceding quarter but increased 78.1% from \$17.8 million in the first quarter last year. Salary and employee benefits costs declined 2.4% to \$16.4 million compared to \$16.8 million in the fourth quarter 2014 but increased 59.7% from \$10.3 million in the first quarter of 2014. Merger and integration costs declined to \$1.6 million in the first quarter of 2015 from \$3.1 million in the preceding quarter but were up from \$85,000 in the first quarter last year. Professional fees decreased to \$2.3 million in the first quarter of 2015 from \$4.8 million in the preceding quarter but were up from \$748,000 in the first quarter last year.

"While we made good progress reducing noninterest expense in the first quarter, we expect further improvements as the year progresses. We recently closed three unprofitable legacy CBI branches and streamlined our operations with staffing reductions that will result in further expense savings beginning in the second quarter. As the year progresses, we will continue to reduce costs and improve profitability," said Mr. Kum.

Hanmi recorded a provision for income taxes of \$7.5 million in the first quarter of 2015, representing an effective tax rate of 40.5%, compared to \$2.3 million, representing an effective tax rate of 28.0%, in the preceding quarter and \$7.8 million, representing an effective rate of 41.7% in the first quarter 2014. The effective tax rate of 28.0% in the fourth quarter of 2014 was due to the resolution of certain tax matters.

## **Balance Sheet**

Total assets were \$4.08 billion at March 31, 2015, a 3.5% decrease from \$4.23 billion at December 31, 2014 and a 31.9% increase from \$3.10 billion a year ago. The year-over-year increase in total assets was primarily due to the acquisition of CBI. The investment portfolio was \$858.1 million at March 31, 2015, compared to \$1.06 billion as of December 31, 2014 and \$521.0 million at March 31, 2014.

"During the quarter we sold \$174.7 million of the securities portfolio and paid-off the \$150.0 million of FHLB advances. This is in line with our previously stated strategy to convert the securities portfolio acquired from CBI into higher yielding loans and to lower funding costs," noted Mr. Kum.

Loans receivable, net of allowance for loan losses, were \$2.77 billion at March 31, 2015, up 1.1% from \$2.74 billion at December 31, 2014 and increased 24.6% from \$2.22 billion at March 31, 2014. Loans held for sale at March 31, 2015 totaled \$8.7 million, up from \$5.5 million at the end of 2014 and \$390,000 at March 31, 2014.

2015 first quarter new loan production (excluding loan purchases of \$44.0 million) totaled \$134.9 million. The composition of the first quarter production was \$89.4 million of commercial real estate loans, \$11.8 million of C&I loans, \$32.8 million of SBA loans and \$894,000 of consumer loans.

Deposits were \$3.55 billion during the first quarter, compared to \$3.56 billion for the preceding quarter and \$2.51 billion for the first quarter of 2014. The cost of deposits was

0.43% in both the first quarter of 2015 and the fourth quarter of 2014, compared to 0.52% a year ago.

"We were successful in our ability to improve our deposit mix. During the first quarter, we achieved a 4.1% increase in noninterest-bearing deposits compared to the prior quarter. As a result, noninterest-bearing deposits comprise 30.0% of our total deposits as of the end of the first quarter, up from 28.8% of total deposits in the prior quarter. At the same time, we also saw a 1.8% decline in interest-bearing deposits due to the maturity of rate-sensitive CDs," Mr. Kum noted.

The period-end deposit mix is detailed in the table below.

|                                        | March 31,<br>2015 | December 31,<br>2014 | March 31,<br>2014 |
|----------------------------------------|-------------------|----------------------|-------------------|
| Demand-noninterest-bearing             | 30.0%             | 28.8%                | 33.0%             |
| Savings                                | 3.3%              | 3.4%                 | 4.7%              |
| Money market checking and NOW accounts | 22.7%             | 22.4%                | 23.9%             |
| Time deposits of \$100,000 or more     | 25.1%             | 25.6%                | 19.0%             |
| Other time deposits                    | 18.9%             | 19.8%                | 19.4%             |
| <b>Total deposits</b>                  | <b>100.0%</b>     | <b>100.0%</b>        | <b>100.0%</b>     |

At March 31, 2015, stockholders' equity was \$467.5 million, compared to \$453.4 million and \$413.5 million at December 31, 2014 and March 31, 2014, respectively. Tangible common stockholders' equity was \$465.5 million, or 11.40% of tangible assets, compared to \$451.3 million, or 10.67%, and \$412.4 million, or 13.33%, of tangible assets, at December 31, 2014 and March 31, 2014, respectively. Tangible book value per share was \$14.58, compared to \$14.14 and \$12.97 at December 31, 2014 and March 31, 2014, respectively. On April 14, 2015, Hanmi paid a cash dividend of \$0.11 per share, an increase of 57.1% from the prior quarter, representing an aggregate dividend of \$3.5 million.

On January 1, 2015, new regulatory capital rules went into effect. Although the new capital rules reduced our regulatory capital ratios, Hanmi and the Bank remained well capitalized at March 31, 2015.

### Asset Quality

Nonperforming loans ("NPLs"), excluding PCI loans, were \$29.3 million in the first quarter of 2015, or 1.04% of gross loans, compared to \$25.3 million in the fourth quarter of 2014, or 0.91% of gross loans and \$25.0 million, or 1.10% of total loans in the first quarter last year. Troubled debt restructurings ("TDRs") totaled \$26.0 million at March 31, 2015, compared to \$26.3 million at December 31, 2014 and \$24.9 million at March 31, 2014. Of these TDRs, \$14.6 million were included in NPLs at March 31, 2015, compared to \$11.2 million in the same quarter last year.

Other-real-estate-owned ("OREO") totaled \$12.1 million at the end of the first quarter of 2015, down from \$15.8 million at the end of the prior quarter. Hanmi continues to make

excellent progress in reducing OREO, which was primarily acquired as part of the CBI acquisition. Classified loans were \$56.1 million, or 1.99% of gross loans, at March 31, 2015, compared to \$47.4 million, or 1.70% of gross loans, at December 31, 2014 and \$52.8 million, or 2.32%, a year ago. The increase in the first quarter is due primarily to two loans that matured in the first quarter that Hanmi expects to have fully paid off in 2015.

Nonperforming assets ("NPAs") totaled \$41.4 million at the end of the first quarter of 2015, or 1.01% of assets, compared to 0.97% of assets in the prior quarter and 0.81% of assets in the same quarter last year.

In the first quarter of 2015, recoveries of previously charged-off loans totaled \$2.0 million compared to \$1.7 million in the preceding quarter and \$4.3 million in the first quarter of 2014. Gross charge-offs in the first quarter of 2015 totaled \$86,000, compared to \$1.4 million in the preceding quarter and \$1.6 million a year ago. As a result, there were net recoveries of \$2.0 million in the first quarter of 2015, compared to net recoveries of \$282,000 in the preceding quarter and net recoveries of \$2.6 million a year ago.

The allowance for loan losses totaled \$53.0 million as of March 31, 2015, generating an allowance of loan losses to gross loans ratio of 1.88% as compared to 1.89% as of December 31, 2014 and 2.49% as of March 31, 2014.

## **Conference Call**

Management will host a conference call today, April 23, 2015, at 1:00 p.m. PT (4:00 p.m. ET) to discuss these results. This call will also be broadcast live via the internet. Investment professionals and all current and prospective stockholders are invited to access the live call by dialing 1-877-407-9039 before 1:00 p.m. PT, using access code HANMI. To listen to the call online, either live or archived, visit the Investor Relations page of Hanmi's website at [www.hanmi.com](http://www.hanmi.com).

## **About Hanmi Financial Corporation**

Headquartered in Los Angeles, Hanmi Bank, a wholly-owned subsidiary of Hanmi Financial Corporation, provides services to the multi-ethnic communities across California, Texas, Illinois, Virginia and New Jersey with 46 full-service branches as well as loan production offices in California, Colorado, Texas, Virginia, and Washington State. Hanmi Bank specializes in commercial, SBA and trade finance lending, and is a recognized community leader. Hanmi Bank's mission is to provide a full range of quality products and premier services to its customers and to maximize shareholder value. Additional information is available at [www.hanmi.com](http://www.hanmi.com).

## **Forward-Looking Statements**

This press release contains forward-looking statements, which are included in accordance with the "safe harbor" provisions of the Private Securities Litigation Reform Act of 1995. In some cases, you can identify forward-looking statements by terminology such as "may," "will," "should," "could," "expects," "plans," "intends," "anticipates," "believes," "estimates," "predicts," "potential," or "continue," or the negative of such terms and other comparable terminology. Although we believe that the expectations reflected in the forward-looking statements are reasonable, we cannot guarantee future results, levels of activity, performance or achievements. All statements other than statements of historical fact are

"forward-looking statements" for purposes of federal and state securities laws, including, but not limited to, statements about anticipated future operating and financial performance, financial position and liquidity, business strategies, regulatory and competitive outlook, investment and expenditure plans, capital and financing needs and availability, plans and objectives of management for future operations, developments regarding our capital plans, strategic alternatives for a possible business combination, merger or sale transaction, and other similar forecasts and statements of expectation and statements of assumption underlying any of the foregoing. These statements involve known and unknown risks, uncertainties and other factors that may cause our actual results, levels of activity, performance or achievements to differ from those expressed or implied by the forward-looking statement. These factors include the following: failure to maintain adequate levels of capital and liquidity to support our operations; the effect of potential future supervisory action against us or Hanmi Bank; general economic and business conditions internationally, nationally and in those areas in which we operate; volatility and deterioration in the credit and equity markets; changes in consumer spending, borrowing and savings habits; availability of capital from private and government sources; demographic changes; competition for loans and deposits and failure to attract or retain loans and deposits; fluctuations in interest rates and a decline in the level of our interest rate spread; risks of natural disasters related to our real estate portfolio; risks associated with Small Business Administration loans; failure to attract or retain key employees; changes in governmental regulation, including, but not limited to, any increase in FDIC insurance premiums; ability of Hanmi Bank to make distributions to Hanmi Financial, which is restricted by certain factors, including Hanmi Bank's retained earnings, net income, prior distributions made, and certain other financial tests; ability to identify a suitable strategic partner or to consummate a strategic transaction; adequacy of our allowance for loan losses; credit quality and the effect of credit quality on our provision for credit losses and allowance for loan losses; changes in the financial performance and/or condition of our borrowers and the ability of our borrowers to perform under the terms of their loans and other terms of credit agreements; our ability to control expenses; and changes in securities markets. In addition, we set forth certain risks in our reports filed with the U.S. Securities and Exchange Commission, including, Item 1A of our Annual Report on Form 10-K for the year ended December 31, 2014, our Quarterly Reports on Form 10-Q, and Current Reports on Form 8-K that we will file hereafter, which could cause actual results to differ from those projected. We undertake no obligation to update such forward-looking statements except as required by law.

**Hanmi Financial Corporation and Subsidiaries**

**Consolidated Balance Sheets (Unaudited)**

(In thousands)

|                                                         | <b>March 31,<br/>2015</b> | <b>December 31,<br/>2014</b> | <b>Percentage<br/>Change</b> | <b>March 31,<br/>2014</b> | <b>Percentage<br/>Change</b> |
|---------------------------------------------------------|---------------------------|------------------------------|------------------------------|---------------------------|------------------------------|
| <b>Assets</b>                                           |                           |                              |                              |                           |                              |
| Cash and cash equivalents                               | \$ 182,054                | \$ 158,320                   | 15.0%                        | \$ 204,384                | -10.9%                       |
| Securities available for sale, at fair value            | 858,064                   | 1,060,717                    | -19.1%                       | 520,990                   | 64.7%                        |
| Loans held for sale, at the lower of cost or fair value | 8,677                     | 5,451                        | 59.2%                        | 390                       | 2124.9%                      |
| Loans receivable, net of allowance for loan losses      | 2,767,080                 | 2,735,832                    | 1.1%                         | 2,221,520                 | 24.6%                        |
| Accrued interest receivable                             | 9,238                     | 9,749                        | -5.2%                        | 7,107                     | 30.0%                        |
| Premises and equipment, net                             | 30,934                    | 30,912                       | 0.1%                         | 13,947                    | 121.8%                       |
| Other real estate owned ("OREO"), net                   | 12,114                    | 15,790                       | -23.3%                       | --                        | --                           |

|                                                              |                     |                     |              |                     |              |
|--------------------------------------------------------------|---------------------|---------------------|--------------|---------------------|--------------|
| Customers' liability on acceptances                          | 2,598               | 1,847               | 40.7%        | 1,985               | 30.9%        |
| Servicing assets                                             | 13,321              | 13,773              | -3.3%        | 6,559               | 103.1%       |
| Other intangible assets, net                                 | 1,985               | 2,080               | -4.6%        | 1,130               | 75.7%        |
| Investment in Federal Home Loan Bank ("FHLB") stock, at cost | 17,581              | 17,580              | 0.0%         | 14,060              | 25.0%        |
| Investment in Federal Reserve Bank ("FRB") stock, at cost    | 12,273              | 12,273              | 0.0%         | 11,196              | 9.6%         |
| Income tax asset                                             | 86,478              | 84,371              | 2.5%         | 53,500              | 61.6%        |
| Bank-owned life insurance                                    | 47,795              | 48,866              | -2.2%        | 29,922              | 59.7%        |
| Prepaid expenses                                             | 3,918               | 2,672               | 46.6%        | 2,262               | 73.2%        |
| Other assets                                                 | 29,777              | 32,210              | -7.6%        | 6,806               | 337.5%       |
| <b>Total assets</b>                                          | <b>\$ 4,083,887</b> | <b>\$ 4,232,443</b> | <b>-3.5%</b> | <b>\$ 3,095,758</b> | <b>31.9%</b> |

#### Liabilities and Stockholders' Equity

##### Liabilities:

##### Deposits:

|                                        |                  |                  |              |                  |              |
|----------------------------------------|------------------|------------------|--------------|------------------|--------------|
| Noninterest-bearing                    | \$ 1,064,736     | \$ 1,022,972     | 4.1%         | \$ 827,153       | 28.7%        |
| Interest-bearing                       | 2,487,981        | 2,533,774        | -1.8%        | 1,679,427        | 48.1%        |
| Total deposits                         | 3,552,717        | 3,556,746        | -0.1%        | 2,506,580        | 41.7%        |
| Accrued interest payable               | 3,497            | 3,450            | 1.4%         | 3,319            | 5.4%         |
| Bank's liability on acceptances        | 2,598            | 1,847            | 40.7%        | 1,985            | 30.9%        |
| FHLB advances                          | --               | 150,000          | -100.0%      | 132,445          | -100.0%      |
| Servicing liabilities                  | 5,529            | 5,971            | -7.4%        | 30               | --           |
| FDIC loss sharing liability            | 543              | 2,074            | -73.8%       | --               | --           |
| Rescinded stock obligation             | 150              | 933              | -83.9%       | --               | --           |
| Subordinated debentures                | 18,582           | 18,544           | 0.2%         | --               | --           |
| Accrued expenses and other liabilities | 32,801           | 39,491           | -16.9%       | 37,888           | -13.4%       |
| <b>Total liabilities</b>               | <b>3,616,417</b> | <b>3,779,056</b> | <b>-4.3%</b> | <b>2,682,247</b> | <b>34.8%</b> |

##### Stockholders' equity:

|                                                   |                     |                     |              |                     |              |
|---------------------------------------------------|---------------------|---------------------|--------------|---------------------|--------------|
| Common stock                                      | 257                 | 257                 | 0.0%         | 257                 | 0.0%         |
| Additional paid-in capital                        | 555,710             | 554,904             | 0.1%         | 553,067             | 0.5%         |
| Accumulated other comprehensive income (loss)     | 6,199               | 463                 | 1238.9%      | (5,509)             | -212.5%      |
| Accumulated deficit                               | (24,838)            | (32,379)            | -23.3%       | (64,446)            | -61.5%       |
| Less treasury stock                               | (69,858)            | (69,858)            | 0.0%         | (69,858)            | 0.0%         |
| <b>Total stockholders' equity</b>                 | <b>467,470</b>      | <b>453,387</b>      | <b>3.1%</b>  | <b>413,511</b>      | <b>13.0%</b> |
| <b>Total liabilities and stockholders' equity</b> | <b>\$ 4,083,887</b> | <b>\$ 4,232,443</b> | <b>-3.5%</b> | <b>\$ 3,095,758</b> | <b>31.9%</b> |

#### Hanmi Financial Corporation and Subsidiaries

##### Consolidated Statements of Income (Unaudited)

(In thousands, except share and per share data)

| Three Months Ended |                      |                      |                   |                      |
|--------------------|----------------------|----------------------|-------------------|----------------------|
| March 31,<br>2015  | December 31,<br>2014 | Percentage<br>Change | March 31,<br>2014 | Percentage<br>Change |

##### Interest and Dividend Income:

|                            |           |           |      |           |       |
|----------------------------|-----------|-----------|------|-----------|-------|
| Interest and fees on loans | \$ 37,250 | \$ 36,457 | 2.2% | \$ 27,329 | 36.3% |
|----------------------------|-----------|-----------|------|-----------|-------|



|                                                                     |                         |                        |              |                         |             |
|---------------------------------------------------------------------|-------------------------|------------------------|--------------|-------------------------|-------------|
| Taxable interest on investment securities                           | 3,854                   | 4,453                  | -13.5%       | 2,537                   | 51.9%       |
| Tax-exempt interest on investment securities                        | 20                      | 20                     | 0.0%         | 76                      | -73.7%      |
| Interest on interest-bearing deposits in other banks                | 48                      | 40                     | 20.0%        | 21                      | 128.6%      |
| Dividends on FRB stock                                              | 184                     | 185                    | -0.5%        | 168                     | 9.5%        |
| Dividends on FHLB stock                                             | 298                     | 307                    | -2.9%        | 236                     | 26.3%       |
| Total interest and dividend income                                  | <u>41,654</u>           | <u>41,462</u>          | 0.5%         | <u>30,367</u>           | 37.2%       |
| <b>Interest Expense:</b>                                            |                         |                        |              |                         |             |
| Interest on deposits                                                | 3,780                   | 3,909                  | -3.3%        | 3,221                   | 17.4%       |
| Interest on FHLB advances                                           | 56                      | 35                     | 60.0%        | 48                      | 16.7%       |
| Interest on subordinated debentures                                 | 145                     | 162                    | -10.5%       | --                      | --          |
| Total interest expense                                              | <u>3,981</u>            | <u>4,106</u>           | -3.0%        | <u>3,269</u>            | 21.8%       |
| Net interest income before provision for credit losses              | 37,673                  | 37,356                 | 0.8%         | 27,098                  | 39.0%       |
| (Negative provision) provision for credit losses                    | <u>(1,985)</u>          | <u>1,026</u>           | -293.5%      | <u>(3,300)</u>          | -39.8%      |
| Net interest income after provision for credit losses               | <u>39,658</u>           | <u>36,330</u>          | 9.2%         | <u>30,398</u>           | 30.5%       |
| <b>Noninterest Income:</b>                                          |                         |                        |              |                         |             |
| Service charges on deposit accounts                                 | 3,211                   | 3,449                  | -6.9%        | 2,474                   | 29.8%       |
| Trade finance and other service charges and fees                    | 1,267                   | 1,329                  | -4.7%        | 1,021                   | 24.1%       |
| Bank-owned life insurance income                                    | 253                     | 198                    | 27.8%        | 223                     | 13.5%       |
| Gain on sale of SBA loans                                           | 1,684                   | 1,227                  | 37.2%        | 547                     | 207.9%      |
| Net gain on sales of investment securities                          | 2,184                   | 159                    | 1273.6%      | 1,421                   | 53.7%       |
| Disposition gains on PCI loans                                      | 881                     | 1,432                  | -38.5%       | --                      | --          |
| Other operating income                                              | <u>1,154</u>            | <u>1,190</u>           | -3.0%        | <u>528</u>              | 118.6%      |
| Total noninterest income                                            | <u>10,634</u>           | <u>8,984</u>           | 18.4%        | <u>6,214</u>            | 71.1%       |
| <b>Noninterest Expense:</b>                                         |                         |                        |              |                         |             |
| Salaries and employee benefits                                      | 16,384                  | 16,791                 | -2.4%        | 10,259                  | 59.7%       |
| Occupancy and equipment                                             | 4,303                   | 4,331                  | -0.6%        | 2,396                   | 79.6%       |
| Merger and integration costs                                        | 1,611                   | 3,074                  | -47.6%       | 85                      | 1795.3%     |
| Deposit insurance premiums and regulatory assessments               | 893                     | 682                    | 30.9%        | 437                     | 104.3%      |
| Data processing                                                     | 2,132                   | 2,333                  | -8.6%        | 1,158                   | 84.1%       |
| OREO expense                                                        | 417                     | 686                    | -39.2%       | 6                       | 6850.0%     |
| Professional fees                                                   | 2,341                   | 4,778                  | -51.0%       | 748                     | 213.0%      |
| Directors and officers liability insurance                          | 176                     | 121                    | 45.5%        | 191                     | -7.9%       |
| Supplies and communications                                         | 830                     | 887                    | -6.4%        | 501                     | 65.7%       |
| Advertising and promotion                                           | 523                     | 1,293                  | -59.6%       | 581                     | -10.0%      |
| Loan-related expense                                                | 669                     | 318                    | 110.4%       | 83                      | 706.0%      |
| Amortization of other intangible assets                             | 95                      | 100                    | -5.0%        | --                      | --          |
| Other operating expenses                                            | <u>1,330</u>            | <u>1,691</u>           | -21.3%       | <u>1,354</u>            | -1.8%       |
| Total noninterest expense                                           | <u>31,704</u>           | <u>37,085</u>          | -14.5%       | <u>17,799</u>           | 78.1%       |
| Income from continuing operations before provision for income taxes | 18,588                  | 8,229                  | 125.9%       | 18,813                  | -1.2%       |
| Provision for income taxes                                          | <u>7,534</u>            | <u>2,301</u>           | 227.4%       | <u>7,844</u>            | -4.0%       |
| <b>Income from continuing operations, net of taxes</b>              | <b>\$ 11,054</b>        | <b>\$ 5,928</b>        | <b>86.5%</b> | <b>\$ 10,969</b>        | <b>0.8%</b> |
| <b>Discontinued operations</b>                                      |                         |                        |              |                         |             |
| Income from operations of discontinued subsidiaries                 | \$ --                   | \$ --                  | --           | \$ 37                   | -100.0%     |
| Income tax expense                                                  | <u>--</u>               | <u>--</u>              | --           | <u>15</u>               | -100.0%     |
| Income from discontinued operations                                 | <u>--</u>               | <u>--</u>              | --           | <u>22</u>               | -100.0%     |
| <b>Net income</b>                                                   | <b><u>\$ 11,054</u></b> | <b><u>\$ 5,928</u></b> | <b>86.5%</b> | <b><u>\$ 10,991</u></b> | <b>0.6%</b> |

Basic earnings per share:

|                                                   |         |         |         |
|---------------------------------------------------|---------|---------|---------|
| Income from continuing operations, net of taxes   | \$ 0.35 | \$ 0.19 | \$ 0.35 |
| Income from discontinued operations, net of taxes | --      | --      | --      |
| Basic earnings per share                          | \$ 0.35 | \$ 0.19 | \$ 0.35 |

Diluted earnings per share:

|                                                   |         |         |         |
|---------------------------------------------------|---------|---------|---------|
| Income from continuing operations, net of taxes   | \$ 0.35 | \$ 0.19 | \$ 0.34 |
| Income from discontinued operations, net of taxes | --      | --      | --      |
| Diluted earnings per share                        | \$ 0.35 | \$ 0.19 | \$ 0.34 |

Weighted-average shares outstanding:

|                           |            |            |            |
|---------------------------|------------|------------|------------|
| Basic                     | 31,747,299 | 31,734,129 | 31,659,705 |
| Diluted                   | 32,026,723 | 32,021,391 | 31,934,163 |
| Common shares outstanding | 31,933,634 | 31,910,203 | 31,795,108 |

**Hanmi Financial Corporation and Subsidiaries**

**Selected Financial Data** (Unaudited)

(In thousands)

|                                                                        | <u>As of or for the Three Months Ended</u> |                     |                  |
|------------------------------------------------------------------------|--------------------------------------------|---------------------|------------------|
|                                                                        | <u>March 31,</u>                           | <u>December 31,</u> | <u>March 31,</u> |
|                                                                        | <u>2015</u>                                | <u>2014</u>         | <u>2014</u>      |
| <b>Average balances:</b>                                               |                                            |                     |                  |
| Average gross loans, net of deferred loan costs <sup>(1)</sup>         | \$ 2,821,616                               | \$ 2,719,692        | \$ 2,257,162     |
| Average investment securities                                          | 1,001,707                                  | 1,112,606           | 535,356          |
| Average interest-earning assets                                        | 3,901,818                                  | 3,905,646           | 2,825,669        |
| Average assets                                                         | 4,181,405                                  | 4,187,559           | 2,977,939        |
| Average deposits                                                       | 3,526,667                                  | 3,578,114           | 2,500,300        |
| Average borrowings                                                     | 146,773                                    | 110,418             | 56,886           |
| Average interest-bearing liabilities                                   | 2,642,501                                  | 2,666,651           | 1,757,159        |
| Average stockholders' equity                                           | 459,661                                    | 450,986             | 405,120          |
| Average tangible equity                                                | 457,615                                    | 449,276             | 403,963          |
| <b>Performance ratios:</b>                                             |                                            |                     |                  |
| Return on average assets <sup>(2) (3)</sup>                            | 1.07%                                      | 0.56%               | 1.49%            |
| Pre-tax, pre-provision earnings on average assets <sup>(2) (3)</sup>   | 1.61%                                      | 0.88%               | 2.11%            |
| Return on average stockholders' equity <sup>(2) (3)</sup>              | 9.75%                                      | 5.21%               | 10.98%           |
| Return on average tangible equity <sup>(2) (3)</sup>                   | 9.80%                                      | 5.23%               | 11.01%           |
| Efficiency ratio                                                       | 65.63%                                     | 80.03%              | 53.43%           |
| Efficiency ratio (excluding merger and integration costs)              | 62.30%                                     | 73.39%              | 53.18%           |
| Net interest spread <sup>(2) (4)</sup>                                 | 3.72%                                      | 3.60%               | 3.61%            |
| Net interest spread (excluding purchase accounting) <sup>(2) (4)</sup> | 3.03%                                      | 2.97%               | 3.61%            |
| Net interest margin <sup>(2) (4)</sup>                                 | 3.92%                                      | 3.80%               | 3.90%            |
| Net interest margin (excluding purchase accounting) <sup>(2) (4)</sup> | 3.30%                                      | 3.24%               | 3.90%            |
| Average stockholders' equity to average assets                         | 10.99%                                     | 10.77%              | 13.60%           |

**Allowance for loan losses:**

|                                                             |                  |                  |                  |
|-------------------------------------------------------------|------------------|------------------|------------------|
| Balance at beginning of period                              | \$ 52,666        | \$ 51,179        | \$ 57,555        |
| (Negative provision) provision charged to operating expense | (1,673)          | 1,204            | (3,609)          |
| Net recoveries                                              | 1,958            | 283              | 2,647            |
| Balance at end of period                                    | <u>\$ 52,951</u> | <u>\$ 52,666</u> | <u>\$ 56,593</u> |

**Asset quality ratios:**

|                                                                 |         |         |         |
|-----------------------------------------------------------------|---------|---------|---------|
| Nonperforming assets to assets <sup>(5)</sup>                   | 1.01%   | 0.97%   | 0.81%   |
| Nonperforming loans to gross loans <sup>(5)</sup>               | 1.04%   | 0.91%   | 1.10%   |
| Nonperforming loans to allowance for loan losses <sup>(5)</sup> | 55.25%  | 48.00%  | 44.24%  |
| Net loan recoveries to average gross loans <sup>(2)</sup>       | -0.28%  | -0.04%  | -0.47%  |
| Allowance for loan losses to gross loans                        | 1.88%   | 1.89%   | 2.49%   |
| Allowance for loan losses to nonperforming loans                | 180.98% | 208.31% | 226.06% |

**Allowance for off-balance sheet items:**

|                                                             |                 |                 |                 |
|-------------------------------------------------------------|-----------------|-----------------|-----------------|
| Balance at beginning of period                              | \$ 1,366        | \$ 1,544        | \$ 1,248        |
| (Negative provision) provision charged to operating expense | (312)           | (178)           | 309             |
| Balance at end of period                                    | <u>\$ 1,054</u> | <u>\$ 1,366</u> | <u>\$ 1,557</u> |

**Nonperforming assets <sup>(5)</sup>:**

|                                                   |                  |                  |                  |
|---------------------------------------------------|------------------|------------------|------------------|
| Nonaccrual loans                                  | \$ 29,258        | \$ 25,282        | \$ 25,034        |
| Loans 90 days or more past due and still accruing | --               | --               | --               |
| Nonperforming loans                               | 29,258           | 25,282           | 25,034           |
| Other real estate owned, net                      | 12,114           | 15,790           | --               |
| Nonperforming assets                              | 41,372           | 41,072           | 25,034           |
| Nonperforming loans in loans held for sale        | --               | --               | --               |
| Nonperforming assets                              | <u>\$ 41,372</u> | <u>\$ 41,072</u> | <u>\$ 25,034</u> |

\$ 14,175      \$ 9,515      \$ 5,290

**Delinquent loans, 30 to 89 days past due and still accruing**

**Delinquent loans** to gross loans      0.50%      0.34%      0.23%

**Hanmi Financial Corporation and Subsidiaries****Selected Financial Data, Continued (Unaudited)***(In thousands)*

|                                 | <b>March 31,<br/>2015</b> | <b>December 31,<br/>2014</b> | <b>March 31,<br/>2014</b> |
|---------------------------------|---------------------------|------------------------------|---------------------------|
| <b>Loan portfolio:</b>          |                           |                              |                           |
| Real estate loans               | \$ 2,383,443              | \$ 2,373,212                 | \$ 1,917,609              |
| Residential loans               | 156,513                   | 135,303                      | 110,305                   |
| Commercial and industrial loans | 250,613                   | 249,189                      | 219,102                   |
| Consumer loans                  | <u>25,988</u>             | <u>27,557</u>                | <u>29,356</u>             |

|                                                         |                            |                            |                            |
|---------------------------------------------------------|----------------------------|----------------------------|----------------------------|
| Gross loans                                             | 2,816,557                  | 2,785,261                  | 2,276,372                  |
| Deferred loan costs                                     | <u>3,474</u>               | <u>3,237</u>               | <u>1,741</u>               |
| Gross loans, net of deferred loan costs                 | 2,820,031                  | 2,788,498                  | 2,278,113                  |
| Allowance for loan losses                               | <u>(52,951)</u>            | <u>(52,666)</u>            | <u>(56,593)</u>            |
| Loans receivable, net                                   | 2,767,080                  | 2,735,832                  | 2,221,520                  |
| Loans held for sale, at the lower of cost or fair value | <u>8,677</u>               | <u>5,451</u>               | <u>390</u>                 |
| Total loans receivable, net                             | <u><u>\$ 2,775,757</u></u> | <u><u>\$ 2,741,283</u></u> | <u><u>\$ 2,221,910</u></u> |

**Loan mix:**

|                                 |                      |                      |                      |
|---------------------------------|----------------------|----------------------|----------------------|
| Real estate loans               | 84.6%                | 85.2%                | 84.3%                |
| Residential loans               | 5.6%                 | 4.9%                 | 4.8%                 |
| Commercial and industrial loans | 8.9%                 | 8.9%                 | 9.6%                 |
| Consumer loans                  | <u>0.9%</u>          | <u>1.0%</u>          | <u>1.3%</u>          |
| Total loans                     | <u><u>100.0%</u></u> | <u><u>100.0%</u></u> | <u><u>100.0%</u></u> |

**Deposit portfolio:**

|                                        |                            |                            |                            |
|----------------------------------------|----------------------------|----------------------------|----------------------------|
| Demand-noninterest-bearing             | \$ 1,064,736               | \$ 1,022,972               | \$ 827,153                 |
| Savings                                | 118,328                    | 120,659                    | 118,017                    |
| Money market checking and NOW accounts | 807,965                    | 796,490                    | 597,884                    |
| Time deposits of \$100,000 or more     | 890,362                    | 910,340                    | 476,654                    |
| Other time deposits                    | <u>671,326</u>             | <u>706,285</u>             | <u>486,872</u>             |
| Total deposits                         | <u><u>\$ 3,552,717</u></u> | <u><u>\$ 3,556,746</u></u> | <u><u>\$ 2,506,580</u></u> |

**Deposit mix:**

|                                        |                      |                      |                      |
|----------------------------------------|----------------------|----------------------|----------------------|
| Demand-noninterest-bearing             | 30.0%                | 28.8%                | 33.0%                |
| Savings                                | 3.3%                 | 3.4%                 | 4.7%                 |
| Money market checking and NOW accounts | 22.7%                | 22.4%                | 23.9%                |
| Time deposits of \$100,000 or more     | 25.1%                | 25.6%                | 19.0%                |
| Other time deposits                    | <u>18.9%</u>         | <u>19.8%</u>         | <u>19.4%</u>         |
| Total deposits                         | <u><u>100.0%</u></u> | <u><u>100.0%</u></u> | <u><u>100.0%</u></u> |

**Capital ratios:**

**Hanmi Financial**

|                               |        |        |        |
|-------------------------------|--------|--------|--------|
| Total risk-based capital      | 15.60% | 15.89% | 17.96% |
| Tier 1 risk-based capital     | 14.30% | 14.63% | 16.70% |
| Common equity tier 1 capital  | 13.80% | --     | --     |
| Tier 1 leverage capital ratio | 10.50% | 10.91% | 13.77% |

**Hanmi Bank**

|                               |        |        |        |
|-------------------------------|--------|--------|--------|
| Total risk-based capital      | 14.90% | 15.18% | 17.23% |
| Tier 1 risk-based capital     | 13.70% | 13.93% | 15.96% |
| Common equity tier 1 capital  | 13.70% | --     | --     |
| Tier 1 leverage capital ratio | 10.00% | 10.39% | 13.18% |

<sup>(1)</sup> Includes loans held for sale

<sup>(2)</sup> Annualized

<sup>(3)</sup> Amount calculated based on net income from continuing operations.

<sup>(4)</sup> Amounts calculated on a fully taxable equivalent basis using the current statutory federal tax rate.

<sup>(5)</sup> Excludes PCI loans

**Hanmi Financial Corporation and Subsidiaries**

**Average Balance, Average Yield Earned, and Average Rate Paid (Unaudited)**

(In thousands)

|                                               | Three Months Ended         |               |         |                            |               |         |                            |               |         |
|-----------------------------------------------|----------------------------|---------------|---------|----------------------------|---------------|---------|----------------------------|---------------|---------|
|                                               | March 31, 2015             |               |         | December 31, 2014          |               |         | March 31, 2014             |               |         |
|                                               | Interest Average           |               |         | Interest Average           |               |         | Interest Average           |               |         |
|                                               | Average                    | Income /      | Yield / | Average                    | Income /      | Yield / | Average                    | Income /      | Yield / |
|                                               | Balance                    | Expense       | Rate    | Balance                    | Expense       | Rate    | Balance                    | Expense       | Rate    |
| <b>Assets</b>                                 |                            |               |         |                            |               |         |                            |               |         |
| Interest-earning assets:                      |                            |               |         |                            |               |         |                            |               |         |
| Gross loans, net of deferred loan costs       | \$ 2,821,616               | \$ 37,250     | 5.35%   | \$ 2,719,692               | \$ 36,457     | 5.32%   | \$ 2,257,162               | \$ 27,329     | 4.91%   |
| Municipal securities-taxable                  | 16,906                     | 163           | 3.86%   | 16,646                     | 164           | 3.94%   | 31,220                     | 328           | 4.20%   |
| Municipal securities-tax exempt               | 4,339                      | 31            | 2.84%   | 4,423                      | 31            | 2.78%   | 13,202                     | 117           | 3.54%   |
| Obligations of other U.S. government agencies | 85,703                     | 404           | 1.89%   | 139,872                    | 599           | 1.71%   | 83,565                     | 405           | 1.94%   |
| Other debt securities                         | 864,492                    | 3,287         | 1.52%   | 921,403                    | 3,690         | 1.60%   | 382,113                    | 1,804         | 1.89%   |
| Equity securities                             | 30,267                     | 482           | 6.37%   | 30,262                     | 492           | 6.50%   | 25,256                     | 404           | 6.40%   |
| Federal funds sold                            | --                         | --            | 0.00%   | --                         | --            | 0.00%   | 11                         | --            | 0.00%   |
| Interest-bearing deposits in other banks      | 78,495                     | 48            | 0.25%   | 73,348                     | 40            | 0.22%   | 33,140                     | 21            | 0.26%   |
| Total interest-earning assets                 | <u>3,901,818</u>           | <u>41,665</u> | 4.33%   | <u>3,905,646</u>           | <u>41,473</u> | 4.21%   | <u>2,825,669</u>           | <u>30,408</u> | 4.36%   |
| Noninterest-earning assets:                   |                            |               |         |                            |               |         |                            |               |         |
| Cash and cash equivalents                     | 86,313                     |               |         | 87,410                     |               |         | 77,397                     |               |         |
| Allowance for loan losses                     | (53,319)                   |               |         | (52,155)                   |               |         | (58,655)                   |               |         |
| Other assets                                  | <u>246,593</u>             |               |         | <u>246,658</u>             |               |         | <u>133,528</u>             |               |         |
| Total noninterest-earning assets              | <u>279,587</u>             |               |         | <u>281,913</u>             |               |         | <u>152,270</u>             |               |         |
| <b>Total assets</b>                           | <b><u>\$ 4,181,405</u></b> |               |         | <b><u>\$ 4,187,559</u></b> |               |         | <b><u>\$ 2,977,939</u></b> |               |         |
| <b>Liabilities and Stockholders' Equity</b>   |                            |               |         |                            |               |         |                            |               |         |
| Interest-bearing liabilities:                 |                            |               |         |                            |               |         |                            |               |         |
| Deposits:                                     |                            |               |         |                            |               |         |                            |               |         |
| Savings                                       | \$ 120,254                 | \$ 114        | 0.38%   | \$ 120,332                 | \$ 153        | 0.50%   | \$ 116,471                 | \$ 403        | 1.40%   |
| Money market checking and NOW accounts        | 782,432                    | 885           | 0.46%   | 800,490                    | 884           | 0.44%   | 591,593                    | 767           | 0.53%   |
| Time deposits of \$100,000 or more            | 900,144                    | 1,608         | 0.72%   | 919,195                    | 1,632         | 0.70%   | 500,095                    | 887           | 0.72%   |
| Other time deposits                           | 692,898                    | 1,173         | 0.69%   | 716,216                    | 1,240         | 0.69%   | 492,114                    | 1,164         | 0.96%   |
| FHLB advances                                 | 127,778                    | 56            | 0.18%   | 78,478                     | 35            | 0.18%   | 56,886                     | 48            | 0.34%   |
| Rescinded stock obligation                    | 438                        | --            | 0.00%   | 13,426                     | --            | 0.00%   | --                         | --            | 0.00%   |
| Subordinated debentures                       | <u>18,557</u>              | <u>145</u>    | 3.17%   | <u>18,514</u>              | <u>162</u>    | 3.47%   | <u>--</u>                  | <u>--</u>     | 0.00%   |
| Total interest-bearing liabilities            | <u>2,642,501</u>           | <u>3,981</u>  | 0.61%   | <u>2,666,651</u>           | <u>4,106</u>  | 0.61%   | <u>1,757,159</u>           | <u>3,269</u>  | 0.75%   |

|                                                       |                                |                                |                                |
|-------------------------------------------------------|--------------------------------|--------------------------------|--------------------------------|
| Noninterest-bearing liabilities:                      |                                |                                |                                |
| Demand deposits                                       | 1,030,939                      | 1,021,881                      | 800,027                        |
| Other liabilities                                     | <u>48,304</u>                  | <u>48,041</u>                  | <u>15,633</u>                  |
| Total noninterest-bearing liabilities                 | <u>1,079,243</u>               | <u>1,069,922</u>               | <u>815,660</u>                 |
| <br>Total liabilities                                 | <br>3,721,744                  | <br>3,736,573                  | <br>2,572,819                  |
| Stockholders' equity                                  | <u>459,661</u>                 | <u>450,986</u>                 | <u>405,120</u>                 |
| <br><b>Total liabilities and stockholders' equity</b> | <br><b><u>\$ 4,181,405</u></b> | <br><b><u>\$ 4,187,559</u></b> | <br><b><u>\$ 2,977,939</u></b> |
| <br><b>Net interest income</b>                        | <br><b><u>\$ 37,684</u></b>    | <br><b><u>\$ 37,367</u></b>    | <br><b><u>\$ 27,139</u></b>    |
| <br><b>Cost of deposits</b>                           | <br><b><u>0.43%</u></b>        | <br><b><u>0.43%</u></b>        | <br><b><u>0.52%</u></b>        |
| <b>Net interest spread</b>                            | <b><u>3.72%</u></b>            | <b><u>3.60%</u></b>            | <b><u>3.61%</u></b>            |
| <b>Net interest margin</b>                            | <b><u>3.92%</u></b>            | <b><u>3.80%</u></b>            | <b><u>3.90%</u></b>            |

## Non-GAAP Financial Measures

### Tangible Common Equity to Tangible Assets Ratio

Tangible common equity to tangible assets ratio is supplemental financial information determined by a method other than in accordance with U.S. generally accepted accounting principles ("GAAP"). This non-GAAP measure is used by management in the analysis of Hanmi's capital strength. Tangible equity is calculated by subtracting goodwill and other intangible assets from stockholders' equity. Banking and financial institution regulators also exclude goodwill and other intangible assets from stockholders' equity when assessing the capital adequacy of a financial institution. Management believes the presentation of this financial measure excluding the impact of these items provides useful supplemental information that is essential to a proper understanding of the capital strength 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 performance measures that may be presented by other companies.

The following table reconciles this non-GAAP performance measure to the GAAP performance measure for the periods indicated:

#### **Tangible Common Equity to Tangible Assets Ratio (Unaudited)**

(In thousands, except share and per share data)

|                                    | <b>March 31,<br/>2015</b> | <b>December 31,<br/>2014</b> | <b>March 31,<br/>2014</b> |
|------------------------------------|---------------------------|------------------------------|---------------------------|
| <b>Hanmi Financial Corporation</b> |                           |                              |                           |
| Assets                             | \$ 4,083,887              | \$ 4,232,443                 | \$ 3,095,758              |
| Less other intangible assets       | <u>(1,985)</u>            | <u>(2,080)</u>               | <u>(1,130)</u>            |
| Tangible assets                    | <u>\$ 4,081,902</u>       | <u>\$ 4,230,363</u>          | <u>\$ 3,094,628</u>       |

|                                           |                   |                   |                   |
|-------------------------------------------|-------------------|-------------------|-------------------|
| Stockholders' equity                      | \$ 467,470        | \$ 453,387        | \$ 413,511        |
| Less other intangible assets              | <u>(1,985)</u>    | <u>(2,080)</u>    | <u>(1,130)</u>    |
| Tangible stockholders' equity             | <u>\$ 465,485</u> | <u>\$ 451,307</u> | <u>\$ 412,381</u> |
| Stockholders' equity to assets            | 11.45%            | 10.71%            | 13.36%            |
| Tangible common equity to tangible assets | 11.40%            | 10.67%            | 13.33%            |
| Common shares outstanding                 | 31,933,634        | 31,910,203        | 31,795,108        |
| Tangible common equity per common share   | \$ 14.58          | \$ 14.14          | \$ 12.97          |

CONTACT: Michael McCall  
EVP & Chief Financial Officer  
213-427-5701

Christina Lee  
FVP & Senior Strategy Officer  
213-427-5631

Lasse Glassen  
Investor Relations (Addo Communications)  
310-829-5400

Source: Hanmi Bank