

## American National Bank Deposit Safety

### Are my deposits at ANB safe?

**Yes.** Safety is measured in many ways and **ANB is excellent** in each of the following categories:

Safety Measure	American National Bank Standing
<b>Investment Price Stability</b> <i>Depreciation on our investment portfolio (loss due to interest rate shifts)</i>	<b>ANB has a very low level-less than 20%-depreciation,</b> among the lowest in US, similar to JPMorgan Chase nationally and First National Bank of Omaha (FNBO) in the region.
<b>Deposits Stability</b> <i>Stable deposits = High level (&gt;50%) of stable insured deposits (lower risk of bank runs)</i>	<b>65% of ANB's deposits are insured which is very healthy</b> Anything over 45% is above average. <u>Silicon Valley Bank had only 11% insured deposits.</u> <u>Signature Bank had only 6% insured deposits (as of 12/31/22).</u>
<b>Loan Quality</b> <i>A traditional measure</i>	<b>ANB has a low level of nonperforming loans and a long history of conservative lending and investing.</b> Even though there is talk of recession, few banks are seeing unacceptable loan loss. Neither of the failed banks had known poor loan quality.
<b>Liquidity</b> <i>How much is available for depositors' withdrawal immediately (overnight)?</i>	<b>ANB has &gt;\$1.5B in liquidity.</b>
<b>Profitability</b>	<b>ANB is and has been a high performing bank with well above average ROE and ROA</b> and is recognized by our bank regulators as having extraordinary and consistent performance.
<b>Capital</b>	<b>All of ANB's capital ratios are and have been well above regulatory minimums.</b>

### Why did banks recently fail?

#### Silicon Valley Bank

- Investment depreciation (bond losses)–104% (this wiped-out regulatory capital)
- FDIC insured depositors - only 11% (larger depositors caused run on bank–too many deposits left)

#### Signature Bank

- A Crypto Bank with highly portable deposits
- Only 4% of customers had FDIC coverage

It's difficult to find other banks in the U.S. which have these extremely weak characteristics.

Current as of 3.16.23