

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549**

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): August 7, 2023

USCB Financial Holdings, Inc.

(Exact name of Registrant as Specified in Its Charter)

Florida (State or Other Jurisdiction of Incorporation)	001-41196 (Commission File Number)	87-4070846 (IRS Employer Identification No.)
2301 N.W. 87th Avenue , Doral, Florida (Address of Principal Executive Offices)		33172 (Zip Code)

Registrant's Telephone Number, Including Area Code: (305) 715-5200

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Securities registered pursuant to Section 12(b) of the Act:

<u>Title of each class</u>	<u>Trading Symbol(s)</u>	<u>Name of each exchange on which registered</u>
Class A common stock, \$1.00 par value per share	USCB	The Nasdaq Stock Market LLC

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§ 230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§ 240.12b-2 of this chapter).

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Item 7.01. Regulation FD Disclosure.

USCB Financial Holdings, Inc. is filing an investor presentation (the "Presentation"), which will be used by the management team for presentations to investors and others. A copy of the Presentation is attached hereto as Exhibit 99.1 and incorporated herein by reference. The Presentation is also available on the Company's website at investors.uscenturybank.com. Information contained herein, including Exhibit 99.1, is being furnished and shall not be deemed "filed" for the purposes of Section 18 of the Securities Exchange Act of 1934, as amended "Exchange Act", or otherwise subject to the liability of such section, and shall not be deemed incorporated by reference in any filing under the Securities Act of 1933, as amended, or the Exchange Act, regardless of any general incorporation language in such filing, except as shall be expressly set forth by specific reference in such a filing.

Item 9.01. Financial Statements and Exhibits.

(d) Exhibits.

Exhibit No. Description

99.1	USCB Financial Holdings, Inc. Investor Presentation Q2 2023
104	Cover Page Interactive Data File (embedded within the Inline XBRL document)

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

USCB Financial Holdings, Inc.

By: /s/ Robert Anderson
Name: Robert Anderson
Title: Chief Financial Officer

Date: August 7, 2023





Forward-Looking Statements

This presentation may contain statements that are not historical in nature and are intended to be, and are hereby identified as, forward-looking statements for purposes of the safe harbor provided by Section 21E of the Securities Exchange Act of 1934, as amended. Forward-looking statements are those that are not historical facts. The words "may," "will," "anticipate," "should," "would," "believe," "contemplate," "expect," "aim," "plan," "estimate," "continue," and "intend," as well as other similar words and expressions of the future, are intended to identify forward-looking statements. These forward-looking statements include, but are not limited to, statements related to our projected growth, anticipated future financial performance, and management's long-term performance goals, as well as statements relating to the anticipated effects on results of operations and financial condition from expected developments or events, or business and growth strategies, including anticipated internal growth and balance sheet restructuring.

These forward-looking statements involve significant risks and uncertainties that could cause our actual results to differ materially from those anticipated in such statements. Potential risks and uncertainties include, but are not limited to:

- the strength of the United States economy in general and the strength of the local economies in which we conduct operations;
- our ability to successfully manage interest rate risk, credit risk, liquidity risk, and other risks inherent to our industry;
- the accuracy of our financial statement estimates and assumptions, including the estimates used for our credit loss reserve and deferred tax asset valuation allowance;
- the efficiency and effectiveness of our internal control procedures and processes;
- our ability to comply with the extensive laws and regulations to which we are subject, including the laws for each jurisdiction where we operate;
- adverse changes or conditions in capital and financial markets, including actual or potential stresses in the banking industry;
- deposit attrition and the level of our uninsured deposits;
- legislative or regulatory changes and changes in accounting principles, policies, practices or guidelines, including the on-going effects of the implementation of the Current Expected Credit Losses ("CECL") standard;
- the effects of our lack of a diversified loan portfolio and concentration in the South Florida market, including the risks of geographic, depositor, and industry concentrations, including our concentration in loans secured by real estate;
- effects of climate change;
- the concentration of ownership of our common stock;
- fluctuations in the price of our common stock;
- our ability to fund or access the capital markets at attractive rates and terms and manage our growth, both organic growth as well as growth through other means, such as future acquisitions;
- inflation, interest rate, unemployment rate, market, and monetary fluctuations;
- impacts of international hostilities and geopolitical events;
- increased competition and its effect on the pricing of our products and services as well as our margin;
- the effectiveness of our risk management strategies, including operational risks, including, but not limited to, client, employee, or third-party fraud and security breaches; and
- other risks described in this presentation and other filings we make with the Securities and Exchange Commission ("SEC").

All forward-looking statements are necessarily only estimates of future results, and there can be no assurance that actual results will not differ materially from expectations. Therefore, you are cautioned not to place undue reliance on any forward-looking statements. Further, forward-looking statements included in this presentation are made only as of the date hereof, and we undertake no obligation to update or revise any forward-looking statements to reflect events or circumstances after the date on which the statements are made or to reflect the occurrence of unanticipated events, unless required to do so under the federal securities laws. You should also review the risk factors described in the reports USCB Financial Holdings, Inc. filed or will file with the SEC.

Non-GAAP Financial Measures

This presentation includes financial information determined by methods other than in accordance with generally accepted accounting principles ("GAAP"). This financial information includes certain operating performance measures. Management has included these non-GAAP measures because it believes these measures may provide useful supplemental information for evaluating the Company's expectations and underlying performance trends. Further, management uses these measures in managing and evaluating the Company's business and intends to refer to them in discussions about our operations and performance. Operating performance measures should be viewed in addition to, and not as an alternative to or substitute for, measures determined in accordance with GAAP, and are not necessarily comparable to non-GAAP measures that may be presented by other companies. Reconciliations of these non-GAAP measures to the most directly comparable GAAP measures can be found in the 'Non-GAAP Reconciliation Tables' included in the presentation.

All numbers included in this presentation are unaudited unless otherwise noted.



- 1** Who We Are
- 2** Growth Strategy
- 3** Financial Review
- 4** Appendix



We are a Relationship-First, Business Bank

Company Overview

- Founded in 2002, U.S. Century Bank is a state-chartered bank headquartered in South Florida
 - 8th largest Florida headquartered bank by deposits in Miami Dade County as of June 30, 2022. ⁽¹⁾
- Its holding company formed in 2021, USCB Financial Holdings, Inc (NASDAQ: USCB) is included in the Russell 3000 Index
- The Bank issued its initial public offering in July 2021, raising \$40.0 million in equity capital.
- Full service commercial bank offering products and services tailored to meet the needs of Small-to-Medium Sized Businesses, entrepreneurs and professionals in South Florida (Miami Dade, Broward, and Palm Beach)
- SBA preferred lender, ranked as a top SBA 7(a) community bank lender in Miami Dade and Broward counties
- 5-star Bauer Financial rating

ASSETS \$2.2B	LOANS \$1.6B	DEPOSITS \$1.9B	EQUITY \$184M
NPA/ASSETS 0.02%	TOTAL RBC 13.4%	ROAA ⁽²⁾ 0.94%	EPS ⁽³⁾ \$0.50

For the Company as of June 30, 2023.

(1) FDIC Deposit Market Share Report as of 6/30/22.
 (2) Annualized based on year-to-date results.
 (3) Diluted EPS for the six months ended June 30, 2023.

Commercial Banking

- Focused on servicing small/medium-sized businesses within branch footprint
- Offer relationship retail deposit products to owners and operators of SMBs
- Ability for customers to access accounts through online and mobile banking platforms
- Credit products include Asset Based Loans, Lines of Credit and Term Loans
- Provide Treasury Management services to clients
- Relationship-driven with flexible solutions tailored to each client's need

South Florida

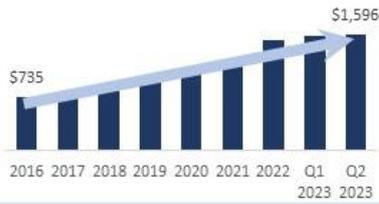




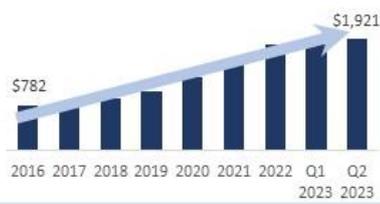
Historical Financials

EOP for Balance Sheet amounts

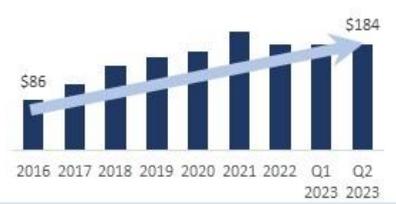
Loans ⁽¹⁾ In millions



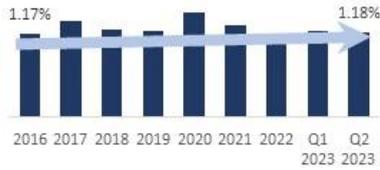
Deposits In millions



Total Stockholders' Equity In millions



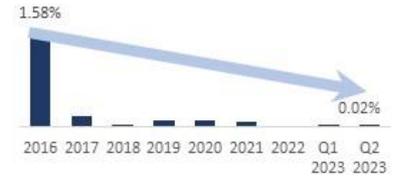
ACL/Total Loans



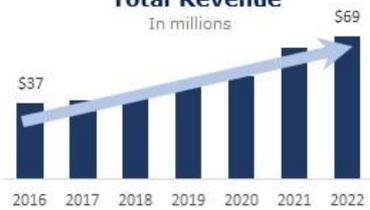
Net Charge Off In thousands



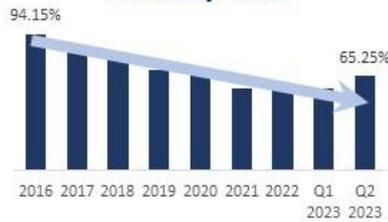
Nonperforming Assets/Total Assets



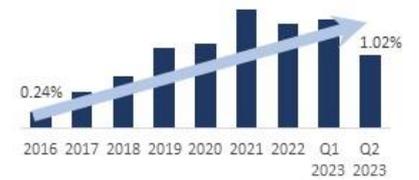
Total Revenue In millions



Efficiency Ratio



PTPP ROAA ⁽²⁾



⁽¹⁾ Loan amounts include deferred fees/costs.
⁽²⁾ Non-GAAP financial measure. Annualized.



Diversified Business Verticals

SBA / Small Business Lending

\$40MM Loans

- Relationship-oriented business focused on delivering fast loan commitments to small and medium-sized enterprises
- Predominately Small business line of credits and CD secured loans
- Affordable SBA loan provider
- Approved by the SBA to participate in the Preferred Lenders Program

Differentiated Banking Product Offerings

Specialty banking products, services and solutions designed for small businesses, homeowner associations, law firms, medical practices and other professional services firms, yacht lending and global banking services

Correspondent Banking

\$180MM Deposits / \$85MM Loans

- Comprehensive range of both domestic and international services with the latest in technology to ensure quick processing
- Focus on Caribbean and Latin American countries
- Correspondent banking services include letters of credit, foreign collections, wire transfers, ForEx and trade finance

Jurist Advantage

\$159MM Deposits

- Deposit aggregating focus/strategy
- Tailored products & services for law offices, managing partners, associates and other staff members
- Commercial deposits accounts, treasury management, commercial lending, student loan refinancing, residential loans and credit card services

Yacht Lending

\$163MM Loans

- Yacht financing for larger vessels, transaction range is \$750k - \$7.5MM.
- Brokered oriented business, 3 vendor approved brokers
- Member of the National Marine Lenders Association
- Acquired two yacht lending portfolios in 2021 and launched this new vertical in 2022

Association Banking

\$116MM Deposits / \$86MM loans

- Deposit aggregating focus/strategy
- Banking for Homeowner Associations and Property Managers
- Offer deposit collection services and esoteric lending solutions ranging from insurance premium and large capital improvements financing
- Significant lending capacity to target large credits



Located in a Vibrant Economy

Florida is one of the largest business markets in the country

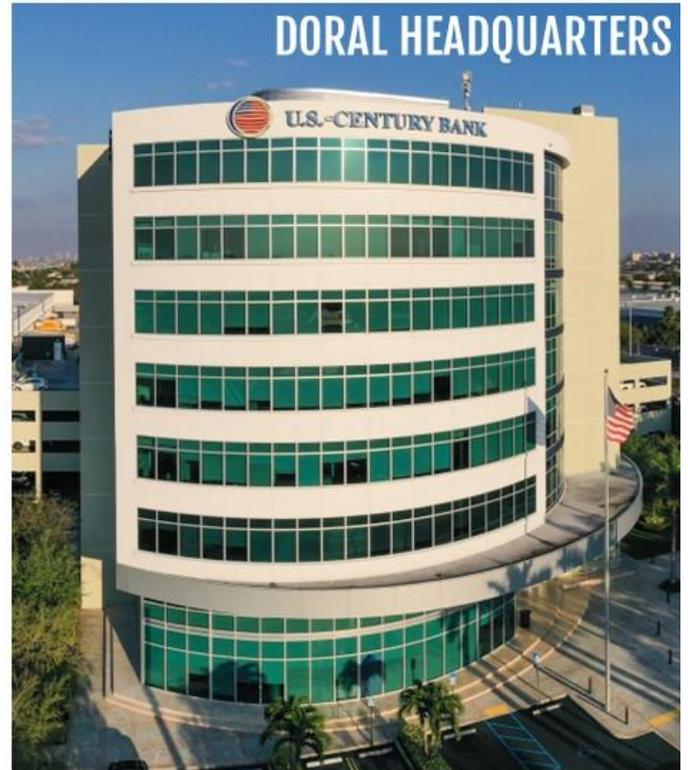
- According to the U.S. Small Business Administration's 2022 report, Florida ranks third among states with the largest number of small businesses (three million)
- Enterprise Florida reported the state had the lowest unemployment rate amongst the top ten largest states as of November 2022. Florida continues to maintain one of the lowest unemployment rates compared to the national rate
- According to CNBC, Florida ranked #8 in 2023 for business

The tri-county area of Miami-Dade, Broward and Palm Beach is the premier market within the state of Florida

- According to the U.S. Small Business Administration's latest report, Miami-Dade MSA accounts for more than 1/3 of small businesses in the state of Florida as of December 2022

A diverse and vibrant economy

- Miami-Dade MSA has a rapidly growing population
- The Miami-Dade MSA represents over 6 million residents and will reach close to 7 million by 2025
- Business-friendly tax structures, no personal income tax and a reasonable cost of living attract business to Florida
- 23 Fortune 500 companies are in Florida, with 11 in the Miami-Dade MSA as of 2022



Sources: U.S. Small Business Administration's Office of Advocacy for 2022, Enterprise Florida, U.S. Bureau of Labor Statistics, Fortune Magazine, Miami-Dade Beacon Council.



Attractive Demographics

Household Income Projected Growth 2022-2027 ⁽¹⁾

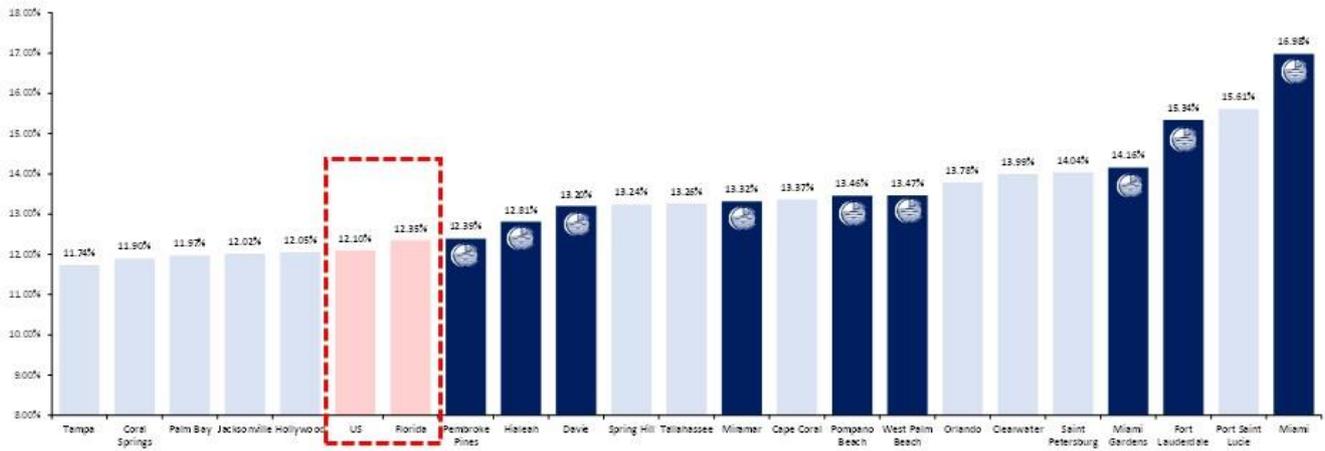
- **Miami leads expectations of income growth with a 5-year growth rate of 16.98%.**
 - 9 cities within the current USCB network are expected to have growth greater than the US and Florida averages
- **Miami-Dade MSA is the premier market within the state of Florida**
 - The Miami-Dade metro area is the tenth largest MSA in the United States by total number of businesses, per the North American Industry Classification System (NAICS) database



USCB network



USA & Florida growth rates



⁽¹⁾ Source: S&P Global Market Intelligence.



Seasoned Management



Luis de la Aguilera
Chairman, President & CEO
*Previously President & CEO of TotalBank
40+ years in banking*



Rob Anderson
Chief Financial Officer
*Previously CFO of Capstar Financial Holdings
18+ years in banking*



Benigno Pazos
Chief Credit Officer
*Previously CCO of TotalBank
42+ years in banking*



Oscar Gomez
Head of Global Banking Division
*Previously at Regions Bank
30+ years in banking*



Jay Shehadeh
General Counsel
*Previously at Shehadeh Giannamore, PLLC
9+ years in banking*



Nicholas Bustle
Chief Lending Officer
*Previously at Valley Bank
35+ years in banking*



Andres Collazo
Director of Operations & IT Systems
*Previously at TotalBank
33+ years in banking*



Martha Guerra-Kattou
Director of Sales & Marketing
*Previously at TotalBank
30+ years in banking*

Seasoned Management Team with Local Banking Experience



Accomplished Board of Directors



Luis de la Aguilera
Chairman, President & CEO
Previously President & CEO of TotalBank
Director since 2016



Aida Levitan
Board Member
President the Levitan Group
Director since 2013



Kirk Wycoff
Board Member
Managing Partner, Patriot Financial Partners, L.P.
Director since 2015



Howard Feinglass
Board Member
Managing Partner, Priam Capital
Director since 2015



Ramón Abadín
Board Member
Partner, Ramon A. Abadín P.A.
Director since 2017



Bernardo Fernandez, Jr.
Board Member
CEO, Baptist Health Medical Group
Director since 2017



Ramon A. Rodriguez, CPA
Board Member
Chairman and Chief Executive Officer
Cable Insurance
Director since 2022



Robert Kafafian
Board Member
Founder, Chairman & Chief Executive Officer
The Kafafian Group, Inc.
Director since 2022



Maria C. Alonso
Board Member
CEO and Regional Dean of Northeastern University, Miami Campus
Director since 2022

Highly Accomplished and Aligned Board with Complementary Track Records



Organic Loan Growth:

- Take advantage of platform that we have developed post recap, capitalize on fragmented Miami-Dade MSA community banking market, and continue to build market share
 - Capitalize on inherent advantages over smaller community banks which lack our product expertise and breadth of service
 - Due to significant consolidation, there exists a base of potential clients that desire to partner with a bank that is locally headquartered



Team Lift-outs:

- Continue to bring in top tier talent to U.S. Century Bank, with teams attracted to culture, public currency and local decision making
 - Overall growth success will depend upon our ability to attract, retain, develop, incentivize, and reward the human capital necessary to execute growth strategy
 - Attractive stock-based incentive compensation to attract top tier talent



Asset Purchases:

- Portfolio loan purchases from companies exiting non-core lines of business; opportunistic to organic growth initiatives
 - Net capital can serve as dry powder to facilitate meaningfully sized portfolio acquisitions
 - Proactively evaluating portfolio opportunities that are consistent with USCB's credit philosophy



Strategic Acquisitions:

- Become an active acquirer for Florida banks looking to find a partner
 - Focused on strategic, financially attractive acquisitions which support USCB's organic growth strategy without compromising the risk profile
 - Numerous potential partners Miami-Dade MSA that may seek liquidity
 - USCB is positioned to offer stock consideration



Q2 2023 Highlights



GROWTH

Average deposits increased by **\$155.8 million** or 9.1% compared to the second quarter 2022.

Liquidity sources increased to \$853 million in on-balance sheet and off-balance sheet sources.

Insured and collateralized deposit, increased to 51% from 43% in the second quarter 2022.

Average loans, excluding PPP loans, increased \$290.1 million or 22.7% compared to the second quarter 2022.

Tangible Book Value per Share ⁽¹⁾ was \$9.40 includes an after-tax unrealized security loss impact of \$2.41.



PROFITABILITY

Net income was **\$4.2 million** or \$0.21 per diluted share.

ROAA was 0.77% compared to 1.08% for the second quarter 2022.

ROAE was 9.13% compared to 11.38% for the second quarter 2022.

Efficiency ratio was 65.25% compared to 55.34% for the second quarter 2022.



CAPITAL/ CREDIT

Credit metrics remain strong.

One C&I loan classified as nonaccrual for a total of \$486 thousand.

ACL coverage ratio was 1.18%. Effective January 1, 2023, the Company adopted the CECL methodology for estimating credit losses.

Repurchased 77,603 shares of common stock during the quarter at a weighted average price of \$9.58. 172,397 common shares remain authorized for repurchase under the repurchase program.

⁽¹⁾ Non-GAAP financial measure.



Financial Results

In thousands (except per share data)

	Q2 2023	Q1 2023	Q2 2022	
Balance Sheet (EOP)	Total Securities	\$439,398	\$415,837	\$456,135
	Total Loans ⁽¹⁾	\$1,595,959	\$1,580,394	\$1,372,733
	Total Assets	\$2,225,914	\$2,163,821	\$2,016,086
	Total Deposits	\$1,921,301	\$1,830,462	\$1,738,720
	Total Equity ⁽²⁾	\$183,685	\$183,858	\$180,068
Income Statement	Net Interest Income	\$14,173	\$15,997	\$15,642
	Non-interest Income	\$1,846	\$2,070	\$1,617
	Total Revenue	\$16,019	\$18,067	\$17,259
	Provision for Credit Losses	\$38	\$201	\$705
	Non-interest Expense	\$10,452	\$10,176	\$9,551
	Net Income	\$4,196	\$5,809	\$5,295
	Diluted Earning Per Share (EPS)	\$0.21	\$0.29	\$0.26
	Weighted Average Diluted Shares	19,639,682	19,940,606	20,171,261

⁽¹⁾ Loan amounts include deferred fees/costs.

⁽²⁾ Total Equity includes after-tax unrealized security losses of \$47.1 million for Q2 2023, \$42.1 million for Q1 2023, and \$36.9 million for Q2 2022.



Key Performance Indicators



CAPITAL/
CREDIT



PROFITABILITY



GROWTH

	Q2 2023	Q1 2023	Q2 2022
Tangible Common Equity/Tangible Assets ⁽¹⁾	8.25%	8.50%	8.93%
Total Risk-Based Capital ⁽²⁾	13.42%	13.20%	13.74%
NCO/Avg Loans ⁽³⁾	0.01%	(0.01%)	0.00%
NPA/Assets	0.02%	0.02%	0.00%
Allowance Credit Losses/Loans	1.18%	1.20%	1.15%
Return On Average Assets (ROAA) ⁽³⁾	0.77%	1.11%	1.08%
Return On Average Equity (ROAE) ⁽³⁾	9.13%	12.85%	11.38%
Net Interest Margin ⁽³⁾	2.73%	3.22%	3.37%
Efficiency Ratio	65.25%	56.32%	55.34%
In thousands (except for TBV/share)			
Total Assets (EOP)	\$2,225,914	\$2,163,821	\$2,016,086
Total Loans (EOP)	\$1,595,959	\$1,580,394	\$1,372,733
Total Deposits (EOP)	\$1,921,301	\$1,830,462	\$1,738,720
Tangible Book Value/Share ⁽¹⁾⁽⁴⁾	\$9.40	\$9.37	\$9.00

⁽¹⁾Non-GAAP Financial Measures.

⁽²⁾For the Company.

⁽³⁾Annualized.

⁽⁴⁾After tax unrealized security loss effect on tangible book value per share was (\$2.41) for Q2 2023, (\$2.14) for Q1 2023 and (\$1.84) for Q2 2022.

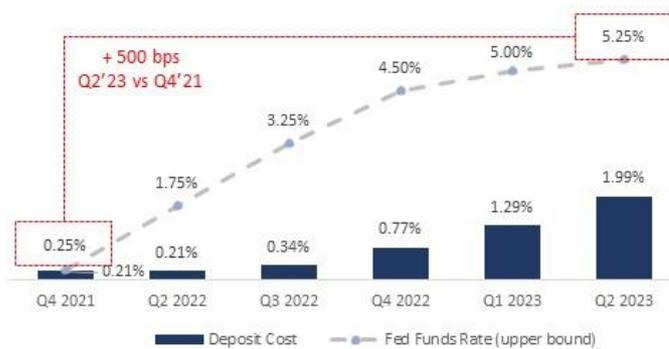


Deposit Portfolio

Deposits AVG In millions



Deposit Cost



Commentary

Average deposits increased \$28.2 million or 6.1% annualized compared to the prior quarter and \$155.8 million or 9.1% compared to the second quarter 2022.

Deposit composition mix shifted towards interest bearing and ICS/CDARS products.

Average DDA balances comprised 32.1% of total deposits as of June 30, 2023.

Deposit beta of 36% since Q4 2021.

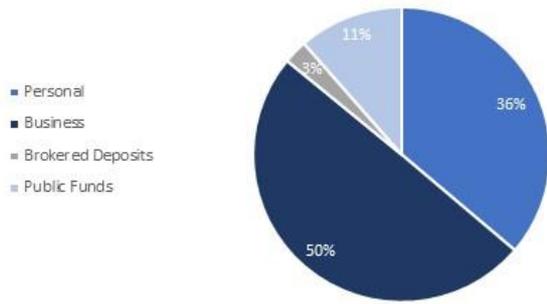
In abundance of caution given the recent bank failures, brought in \$50 million of brokered CDs at a weighted average rate of 4.98% to boost liquidity.



Deposit Distribution

EOP for Balance Sheet amounts

Deposits Composition



Deposits by Customer Segment

In thousands for balance sheet amounts

Deposit Type	Total Balance	% of Total	(#) Accounts	Average Balance per Account
Business	\$ 955,768	50%	6,979	\$ 137
Personal	\$ 696,101	36%	12,686	\$ 55
Public Funds	\$ 219,432	11%	31	\$ 7,078
Brokered CDs	\$ 50,000	3%	2	\$ 25,000
Grand Total	\$ 1,921,301	100%	19,698	\$ 98

Commentary

Our deposit base reflects our business model: a commercial bank.

The total amount of uninsured deposits adjusted by the collateralized portion of public funds is 49% for quarter end. Excluding the collateralized portion of Public Funds, the uninsured deposits are 53%.

As of June 30, 2023, the deposit balance of ICS/CDARS was \$114.3 million, increase of \$78.6 million from first quarter 2023.

Uninsured Deposits to Total Deposits ⁽¹⁾ In millions



Legend: ■ Uninsured Depositors ■ Insured Depositors — Uninsured Deposits / Deposits

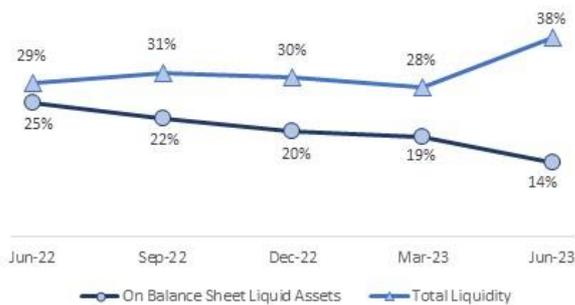
⁽¹⁾ Uninsured deposits excludes collateralized Public Funds.



Liquidity

EOP for Balance Sheet amounts

Total Liquidity



Liquid Assets: On-Balance Sheet Liquidity / Total Assets
 Total Liquidity: Total Liquidity / Total Assets

Sources of Liquidity (in millions)	6/30/2023
On Balance Sheet Liquidity	
Cash	\$7
Due from banks	\$76
Investment securities unpledged	\$226
Total on balance sheet liquidity (Liquid Assets)	\$309
Off Balance Sheet Liquidity	
FHLB excess capacity	\$270
Bank Term Funding Program (BTFP)	\$137
Federal Reserve Discount Window	\$32
Fed Fund Lines	\$105
Total off balance sheet liquidity	\$544
Total Liquidity	\$853

Commentary

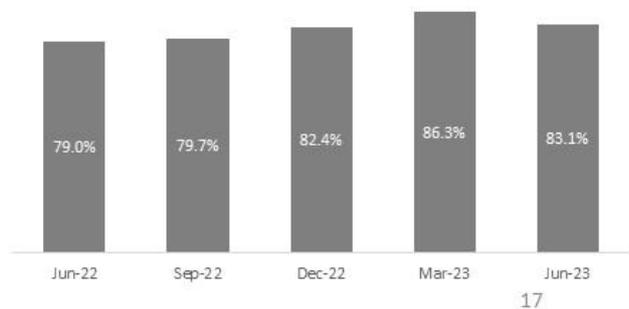
We believe we are well positioned to weather the current environment.

We have ample sources of liquidity both on and off-balance sheet.

Loan-to-deposits ratio negatively impacted by additional liquidity brought on balance sheet with \$50 million of brokered CDs.

We are enrolled in BTFP but have not drawn.

Loan-to-Deposit Ratio





Loan Portfolio

Total Loans (AVG)

In millions



Commentary

Average loans, excluding PPP loans, increased \$22.5 million or 5.8% annualized compared to prior quarter and \$290.1 million or 22.7% compared to the second quarter 2022.

Loan coupon increased 17 bps compared to prior quarter and 109 bps compared to the second quarter 2022.

Loan fees yield decreased 11 bps compared to second quarter 2022 primarily due to a decrease of \$441 thousand in PPP loan fees.

Loan Yields

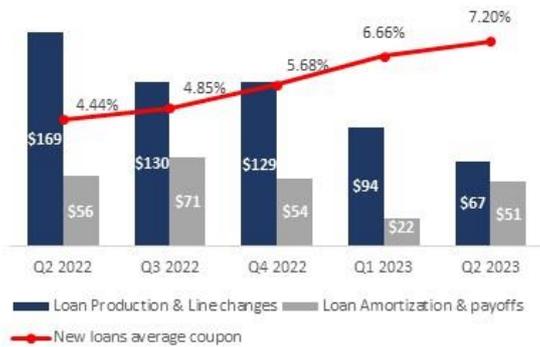




Loan Production

Net Loan Production Trend

In millions



Loan Composition Trend (1)

In millions



Commentary

\$88 million net growth for year-to-date 2023.

Average coupon on new loans was 7.20% for second quarter 2023, 189 bps above portfolio average.

Q2 2023 loan production for the quarter was well diversified; 46% C&I, 16% CRE; 31% consumer, 3% correspondent banks; and 3% residential.

Loan production was impacted by recent bank failures.

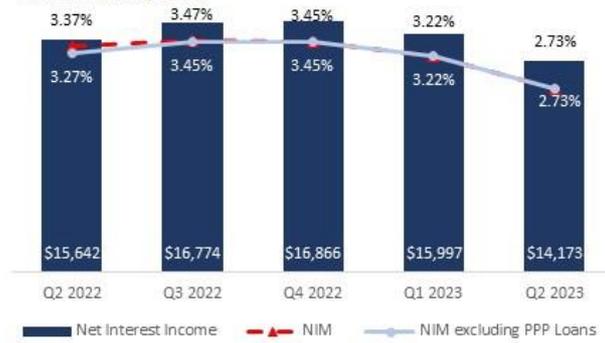
Loan composition shows diversification and growth in C&I and consumer loans.



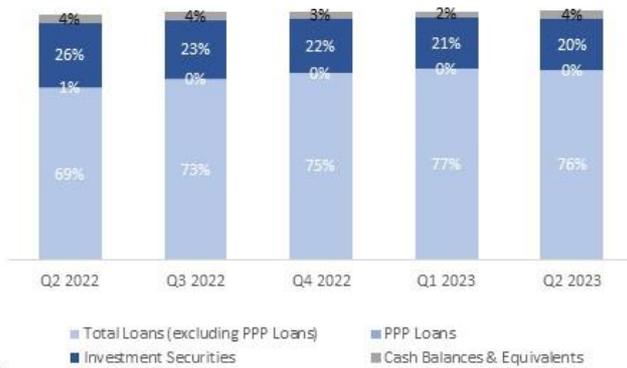
Net Interest Margin

Net Interest Income/Margin ⁽¹⁾

In thousands (except ratios)



Interest-Earning Assets Mix (AVG)



⁽¹⁾ Annualized.

Commentary

Net interest income decreased by \$1.8 million compared to the prior quarter predominately due to increase in deposit cost and a liability sensitive balance sheet.

Held more cash in wake of recent bank failures and increased liquidity with higher priced brokered CD's (\$50 million) which negatively impacted NIM.

Shift in deposit mix; out of DDA and into interest bearing deposits.

Majority of Q2 loan production (higher yields) was booked at the end of the quarter, the full impact on the NIM is yet to be realized.

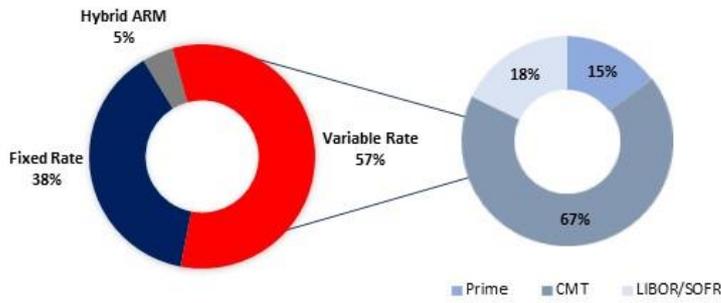
\$50 million notional pay fixed rate swap executed in Q2; \$100 million pay fixed rate swap executed in early Q3 to help future NIM.

Q3 loan pipeline is strong, (\$200 million) and loan coupons are above 7.50%.

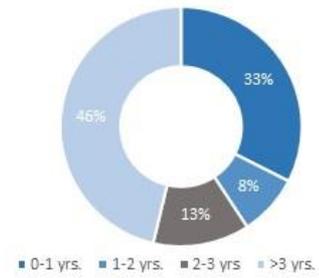


Interest Rate Sensitivity

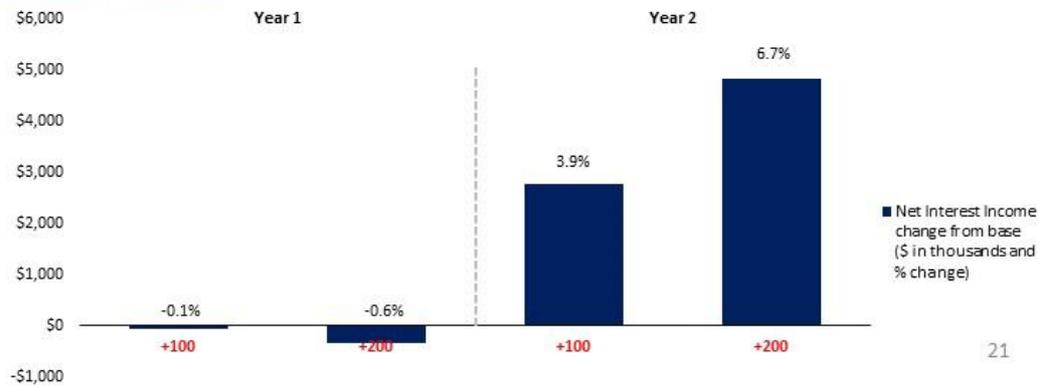
Loan Portfolio Repricing Profile by Rate Type



Loan Repricing Schedule Variable/Hybrid Rate Loans



Static NII Simulation Year 1 & 2

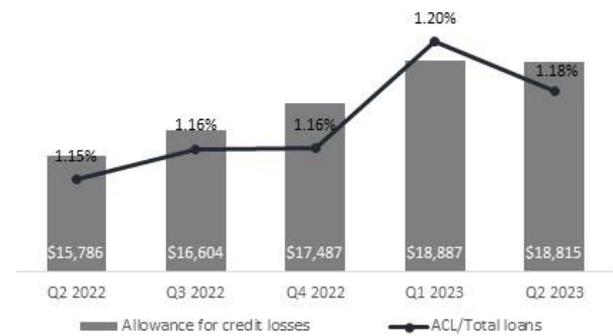




Asset Quality

Allowance for Credit Losses

In thousands (except ratios)



Commentary

ACL coverage ratio is at 1.18%, slightly down from prior quarter due to improvement in economic outlook.

One C&I loan for \$486 thousand was classified as nonaccrual at June 30, 2023.

No OREO.

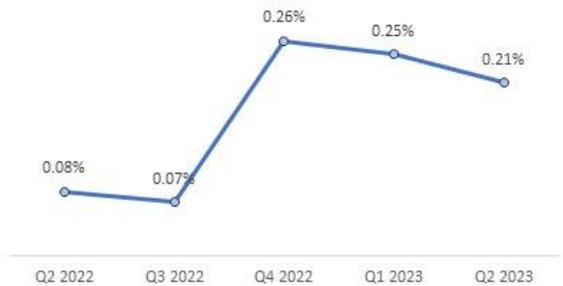
Improved economic forecasts drove a small reduction in expected loss rates and this was partially offset by net portfolio growth during the quarter.

Non-performing Loans

In thousands (except ratios)



Classified Loans ⁽¹⁾ to Total Loans



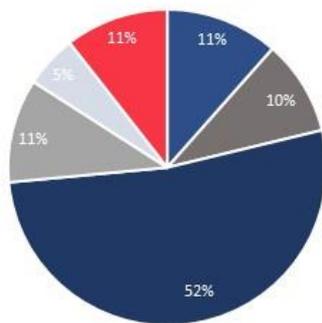
⁽¹⁾ Loans classified as substandard at period end. No loans classified doubtful or loss at period end.



Loan Portfolio Mix

Loan Portfolio Mix ⁽¹⁾

- Residential real estate
- CRE - Owner occupied
- CRE - Non-owner occupied
- Commercial and industrial
- Correspondent banks
- Consumer and other



\$1,595MM

Commentary

Total Loan balance at quarter end was \$1,595 million ⁽¹⁾.

Commercial Real Estate (owner occupied and non-owner occupied) was 62% or \$989.4 million of the total loan portfolio ⁽¹⁾.

CRE mix is diversified and granular. Retail non-owner occupied makes up 30% of total CRE or \$297.4 million.

CRE Loan Mix



\$989MM

CRE Loan Portfolio (non-owner occupied and owner occupied)

Loan Type	Weighted Average		
	LTV ⁽¹⁾	DSCR ⁽²⁾	Average Loan Size ⁽³⁾
Retail	56%	1.63	\$3.0
Multifamily	62%	1.41	\$1.4
Office	57%	2.20	\$1.5
Warehouse	58%	1.84	\$1.2
Hotels	54%	1.92	\$4.8
Other	57%	1.97	\$1.8
Land/Construction	58%	NA	\$3.1

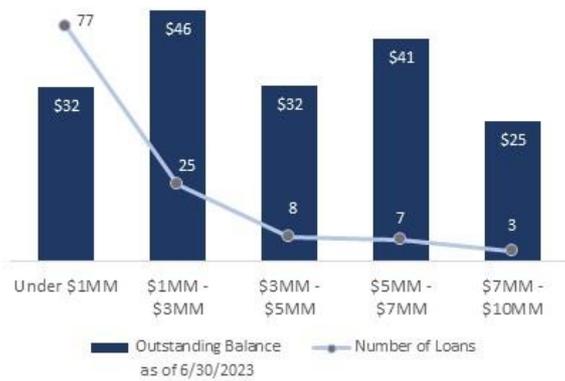
⁽¹⁾ LTV - Loan to value ratio.
⁽²⁾ DSCR - Debt service coverage ratio.
⁽³⁾ Balance in millions.

As of 6/30/23
⁽¹⁾ Excludes unearned fees.
⁽²⁾ Includes loan types: office, warehouse, gas station, retail and other.



CRE Office Portfolio

Loan size



Key Metrics

At 6/30/2023	
Avg. Loan Size in millions	\$ 1.5
NCOs / Average Loans	0.00%
Delinquencies / Loans	0.00%
Nonaccruals / Loans	0.00%
Classified Loans / Loans	0.00%

Portfolio performing with clean credit metrics

Commentary

Non-owner-occupied office is 8% of total loans and 70% have recourse to a guarantor.

Owner occupied office is 3% of the loan portfolio and 99% have recourse to a guarantor.

Total office loan portfolio (owner occupied and non-owner occupied) had 120 notes with an average balance of \$1.5 million dollars, LTV of 57%, and DSCR of 2.20X at quarter end.

91% of outstanding loan balances are within the USCB primary market.

Miami's office sector outperforms the national average with a lower vacancy rate of 9.4% and availability rate of 11.8%, compared to the estimated national average of 13% and 16.5%, respectively. ⁽¹⁾

Loan Maturity

< 1 year	1 year to 3 years	3 years to 5 years	5 years to 10 years	> 10 years
5%	9%	14%	71%	1%

⁽¹⁾ Data points source: CoStar Group, a NASDAQ company and world leader in commercial real estate information with a comprehensive database of real estate data throughout the US, Canada, UK and France. Published April 2023.



Non-Interest Income

In thousands (except ratios)

	Q2 2023	Q1 2023	Q4 2022	Q3 2022	Q2 2022
Service fees	\$1,173	\$1,205	\$1,093	\$934	\$1,083
Gain (loss) on sale of securities available for sale	-	(21)	(1,989)	(558)	(3)
Gain on sale of loans held for sale	94	347	205	330	22
Other income	579	539	568	1,083	515
Total non-interest income	\$1,846	\$2,070	(\$123)	\$1,789	\$1,617
Average total assets	\$2,183,542	\$2,120,218	\$2,051,867	\$2,026,791	\$1,968,381
Non-interest income / Average assets ⁽¹⁾	0.34%	0.40%	(0.02%)	0.35%	0.33%

Commentary

Service fees remain substantially consistent quarter over quarter.

SBA loan sales produced \$94 thousand of gains in the second quarter 2023.

Fluctuation of non-interest income primarily impacted by one-time items in other income and loss on sale of securities in prior quarters.

⁽¹⁾ Annualized.



Non-Interest Expense

In thousands (except ratios)

	Q2 2023	Q1 2023	Q4 2022	Q3 2022	Q2 2022
Salaries and employee benefits	\$5,882	\$6,377	\$6,080	\$6,075	\$5,913
Occupancy	1,319	1,299	1,256	1,281	1,251
Regulatory assessments and fees	452	224	222	269	226
Consulting and legal fees	386	358	371	604	398
Network and information technology services	505	478	483	488	448
Other operating expense	1,908	1,440	1,602	1,415	1,315
Total non-interest expense	\$10,452	\$10,176	\$10,014	\$10,132	\$9,551
Efficiency ratio	65.25%	56.32%	59.81%	54.58%	55.34%
Average total assets	\$2,183,542	\$2,120,218	\$2,051,867	\$2,026,791	\$1,968,381
Non-interest expense / Average assets ⁽¹⁾	1.92%	1.95%	1.94%	1.98%	1.95%
Full-time equivalent employees	198	196	191	191	192

Commentary

Salaries and employee benefits decreased due to lower incentive accrual based on performance for the first half of 2023.

Regulatory assessments and fees increased \$228 thousand due to an increase in the FDIC deposit insurance assessment rate compared to first quarter 2023.

Other operating expense increased \$468 thousand due to increase in audit and tax services, internet banking fees, and special assets insurance expense.

Efficiency ratio impacted by lower revenue and increase in non-interest expenses.

⁽¹⁾ Annualized.



Capital

Capital Ratios ⁽¹⁾	Q2 2023	Q1 2023	Q2 2022	Well-Capitalized
Leverage Ratio	9.32%	9.36%	9.43%	5.00%
TCE/TA ⁽²⁾	8.25%	8.50%	8.93%	NA
Tier 1 Risk Based Capital	12.27%	12.04%	12.65%	8.00%
Total Risk Based Capital	13.42%	13.20%	13.74%	10.00%
AOCI In Millions	(\$47.1)	(\$42.1)	(\$36.9)	

Commentary

Repurchased 77,603 shares during the quarter at a weighted average price of \$9.58. 172,397 common shares remain authorized for repurchase under the repurchase program.

AOCI on investment securities was (\$47.1) million or (\$2.41) per share as of June 30, 2023.

Q2 2023 EOP shares outstanding:
Common Stock: 19,544,777

⁽¹⁾ For the Company.

⁽²⁾ Non-GAAP Financial Measures.



Takeaways



Leading franchise located in one of the most attractive banking markets in Florida and the U.S.

Robust organic growth

Strong asset quality, with minimal charge-offs experienced since 2015 recapitalization

Experienced and tested management team

Strong profitability, with pathway for future enhancement identified

Core funded deposit base with 32.1% Non-Interest-Bearing Deposits (AVG)



APPENDIX – Risk Management

Risk Management Philosophy and Culture

- Management has instilled a culture of adherence to well-developed risk management procedures
- Management is responsible for day-to-day risk management (identifying, evaluating, and addressing potential risks that may exist at the enterprise, strategic, financial, operational, compliance and reporting levels)
- Risk management division consists of four individuals covering enterprise risk management, cybersecurity, third-party risk, internal audit and loan reviews
- Compliance division consists of seventeen individuals covering bank secrecy, consumer compliance and investigations
 - Both areas play an active role in assessing corporate risks, compliance and collaborating with management to mitigate identified risks
- Heightened focus on BSA / AML / KYC compliance due to foreign exposure
 - Individual country loan exposure limited to 0% - 70% of total capital based on individual country risk
 - Global banking services offered exclusively to institutions in countries meeting U.S. Century's robust risk tolerance framework
 - Highly experienced compliance team with international compliance experience from larger banking institutions
- Audit Committee consist of 4 members responsible for complete oversight of Company's risk management process: Ramon Rodriguez (Chair), Bernardo Fernandez, Ramon Abadin and Maria Alonso

Credit Philosophy

- Conservative credit culture that encourages prudent and desirable loans over unchecked growth
- Underwriting strength stems from deep understanding of U.S. Century's market, long-standing relationships with clients, and disciplined process
- Focused on maintaining a well-diversified and conservative loan portfolio

Robust Credit Administration

- Underwriting group supported by experienced credit officers with both credit and lending experience
- Effective and independent loan review
- Credit Committee meetings conduct in-depth loan portfolio monitoring, including concentration limits
- Active monitoring and reporting on existing or emerging concentrations and targeted reviews of any higher risk portfolios



APPENDIX – Technology Support

2016	 Paperless Account Opening January '16 – April '16	 International Letter Of Credit April '16 – July '16	 Reporting Database May '16 – September '16	 EMV Debit Cards August '16 – October '16
2017	 Instant Issue Debit Card October '16 – March '17	 Cash Management Portal August '16 – March '17	 Fedlink Anywhere April '17 – September '17	
2018	 Network In-housing January '18 – September '18	 Secureworks M5SP January '18 – May '18	 OFFICE 365 February '18 – September '18	
2019	 Horizon Core Conversion September '18 – September '19	 Zelle P2P June '19 – November '19	 Image Deposit ATM March '19 – December '19	
2020	 Accounts Payable November '19 – January '20	 Collaboration Applications February '20 – March '20	 PPP Loan Origination System May '20 – June '20	
2021	 Summit PPP Loan Origination January '21 – February '21	 Treasury Management Platform November '20 – October '21	 Immutable backup solution Jan '21 – June '21	 CECL and ALLL Application June '21 – December '21
Continued next slide				



APPENDIX – Technology Support

2022	 MANTL Remote Account Opening <i>October '21 – March '22</i>	 Secureworks MXDR platform <i>Feb '22 – July '22</i>	 Ring Central call reporting <i>October '22 – March '23</i>	
2023	 abrigo Loan origination system <i>June '22 – May '23</i>	 FED Now payments <i>January '23 – October '23</i>	 pidgin real time payments <i>January '23 – October '23</i>	 Cloud (IaaS) for DR environment <i>July '23 – December '23</i>
2024 - 2025	 PBX (SaaS) – Teams Calling <i>November '23 – March '24</i>	Wire fraud application	Commercial Account Opening	
	CRM system	Account analysis solution	Financial reporting application	
	ACH Positive Pay/ACH Alert	 Zelle for Small Business	Siem Solution	



2023 Boat Shows



Commentary

Yacht financing for larger vessels, transaction range is \$750k - \$7.5MM

Brokered oriented business, 3 vendor approved brokers

Member of the National Marine Lenders Association

USCB is in proximity to multiple yachting hubs and boat shows, offering easy access to a vast network of marinas and coastal communities



APPENDIX – Non-GAAP Reconciliation

In thousands (except ratios)

	As of for the three months ended				
	6/30/2023	3/31/2023	12/31/2022	9/30/2022	6/30/2022
Pre-Tax Pre-Provision ("PTPP") Income:					
Net income	\$ 4,196	\$ 5,809	\$ 4,434	\$ 5,558	\$ 5,295
Plus: Provision for income taxes	1,333	1,881	1,415	1,963	1,708
Plus: Provision for credit losses	38	201	880	910	705
PTPP income	\$ 5,567	\$ 7,891	\$ 6,729	\$ 8,431	\$ 7,708
PTPP Return on Average Assets:					
PTPP income	\$ 5,567	\$ 7,891	\$ 6,729	\$ 8,431	\$ 7,708
Average assets	\$ 2,183,542	\$ 2,120,218	\$ 2,051,867	\$ 2,026,791	\$ 1,968,381
PTPP return on average assets ⁽¹⁾	1.02%	1.51%	1.30%	1.65%	1.57%
Operating Net Income:					
Net income	\$ 4,196	\$ 5,809	\$ 4,434	\$ 5,558	\$ 5,295
Less: Net gains (losses) on sale of securities	-	(21)	(1,989)	(558)	(3)
Less: Tax effect on sale of securities	-	5	504	141	1
Operating net income	\$ 4,196	\$ 5,825	\$ 5,919	\$ 5,975	\$ 5,297
Operating PTPP Income:					
PTPP income	\$ 5,567	\$ 7,891	\$ 6,729	\$ 8,431	\$ 7,708
Less: Net gains (losses) on sale of securities	-	(21)	(1,989)	(558)	(3)
Operating PTPP Income	\$ 5,567	\$ 7,912	\$ 8,718	\$ 8,989	\$ 7,711
Operating PTPP Return on Average Assets:					
Operating PTPP income	\$ 5,567	\$ 7,912	\$ 8,718	\$ 8,989	\$ 7,711
Average assets	\$ 2,183,542	\$ 2,120,218	\$ 2,051,867	\$ 2,026,791	\$ 1,968,381
Operating PTPP Return on average assets ⁽¹⁾	1.02%	1.51%	1.69%	1.76%	1.57%
Operating Return on Average Assets:					
Operating net income	\$ 4,196	\$ 5,825	\$ 5,919	\$ 5,975	\$ 5,297
Average assets	\$ 2,183,542	\$ 2,120,218	\$ 2,051,867	\$ 2,026,791	\$ 1,968,381
Operating return on average assets ⁽¹⁾	0.77%	1.11%	1.14%	1.17%	1.08%
Operating Return on Average Equity:					
Operating net income	\$ 4,196	\$ 5,825	\$ 5,919	\$ 5,975	\$ 5,297
Average equity	\$ 184,238	\$ 183,371	\$ 177,556	\$ 185,288	\$ 186,597
Operating return on average equity (1)	9.13%	12.88%	13.23%	12.79%	11.39%
Operating Revenue:					
Net interest income	\$ 14,173	\$ 15,997	\$ 16,866	\$ 16,774	\$ 15,642
Non-interest income	1,846	2,070	(123)	1,789	1,617
Less: Net gains (losses) on sale of securities	-	(21)	(1,989)	(558)	(3)
Operating revenue	\$ 16,019	\$ 18,088	\$ 18,732	\$ 19,121	\$ 17,262
Operating Efficiency Ratio:					
Total non-interest expense	\$ 10,452	\$ 10,176	\$ 10,014	\$ 10,132	\$ 9,551
Operating revenue	\$ 16,019	\$ 18,088	\$ 18,732	\$ 19,121	\$ 17,262
Operating efficiency ratio	65.25%	56.26%	53.46%	52.99%	55.33%

(1) Annualized.



APPENDIX – Non-GAAP Reconciliation

In thousands (except ratios and share data)

	As of and for the three months ended				
	6/30/2023	3/31/2023	12/31/2022	9/30/2022	6/30/2022
Tangible Book Value per Common Share (at period-end):					
Total stockholders' equity	\$ 183,685	\$ 183,858	\$ 182,428	\$ 177,417	\$ 180,068
Less: Intangible assets	-	-	-	-	-
Tangible stockholders' equity	\$ 183,685	\$ 183,858	\$ 182,428	\$ 177,417	\$ 180,068
Total shares issued and outstanding (at period-end):					
Total common shares issued and outstanding	19,544,777	19,622,380	20,000,753	20,000,753	20,000,753
Tangible book value per common share ⁽²⁾	\$ 9.40	\$ 9.37	\$ 9.12	\$ 8.87	\$ 9.00
Operating diluted net income per share of common stock:					
Operating net income	\$ 4,196	\$ 5,825	\$ 5,919	\$ 5,975	\$ 5,297
Weighted average shares					
Diluted	\$ 19,639,682	\$ 19,940,606	\$ 20,172,438	\$ 20,148,208	\$ 20,171,261
Operating diluted net income per share of common stock	0.21	0.29	0.29	0.30	0.26
Tangible Common Equity/Tangible Assets:					
Tangible stockholders' equity	\$ 183,685	\$ 183,858	\$ 182,428	\$ 177,417	\$ 180,068
Tangible Assets	2,225,914	2,163,821	2,085,834	2,037,453	2,016,086
Tangible Common Equity/Tangible Assets:	8.25%	8.50%	8.75%	8.71%	8.93%

⁽²⁾ Excludes the dilutive effect, if any, of shares of common stock issuable upon exercise of outstanding stock options.



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