



FIVE STAR BANCORP



Investor Presentation

Second Quarter 2025

Safe Harbor Statement and Disclaimer

Forward-Looking Statements

In this presentation, “we,” “our,” “us,” “Five Star,” or “the Company” refers to Five Star Bancorp, a California corporation, and our consolidated subsidiaries, including Five Star Bank, a California state-chartered bank, unless the context indicates that we refer only to the parent company, Five Star Bancorp. This presentation contains forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. These forward-looking statements represent plans, estimates, objectives, goals, guidelines, expectations, intentions, projections, and statements of the Company’s beliefs concerning future events, business plans, objectives, expected operating results, and the assumptions upon which those statements are based. Forward-looking statements include without limitation, any statement that may predict, forecast, indicate, or imply future results, performance, or achievements, and are typically identified with words such as “may,” “could,” “should,” “will,” “would,” “believe,” “anticipate,” “estimate,” “expect,” “aim,” “intend,” “plan,” or words or phrases of similar meaning. The Company cautions that the forward-looking statements are based largely on the Company’s expectations and are subject to a number of known and unknown risks and uncertainties that are subject to change based on factors which are, in many instances, beyond the Company’s control. Such forward-looking statements are based on various assumptions (some of which may be beyond the Company’s control) and are subject to risks and uncertainties, which change over time, and other factors which could cause actual results to differ materially from those currently anticipated. New risks and uncertainties may emerge from time to time, and it is not possible for the Company to predict their occurrence or how they will affect the Company. If one or more of the factors affecting the Company’s forward-looking information and statements proves incorrect, then the Company’s actual results, performance, or achievements could differ materially from those expressed in, or implied by, forward-looking information and statements contained in this presentation. Therefore, the Company cautions you not to place undue reliance on the Company’s forward-looking information and statements. Important factors that could cause actual results to differ materially from those in the forward-looking statements are set forth in the Company’s Annual Report on Form 10-K for the year ended December 31, 2024 and Quarterly Report on Form 10-Q for the three months ended March 31, 2025, in each case under the section entitled “Risk Factors,” and other documents filed by the Company with the Securities and Exchange Commission from time to time.

The Company disclaims any duty to revise or update the forward-looking statements, whether written or oral, to reflect actual results or changes in the factors affecting the forward-looking statements, except as specifically required by law.

Industry Information

This presentation includes statistical and other industry and market data that we obtained from government reports and other third-party sources. Our internal data, estimates, and forecasts are based on information obtained from government reports, trade, and business organizations and other contacts in the markets in which we operate and our management’s understanding of industry conditions. Although we believe that this information (including the industry publications and third-party research, surveys, and studies) is accurate and reliable, we have not independently verified such information. In addition, estimates, forecasts, and assumptions are necessarily subject to a high degree of uncertainty and risk due to a variety of factors. Finally, forward-looking information obtained from these sources is subject to the same qualifications and the additional uncertainties regarding the other forward-looking statements in this presentation.

Unaudited Financial Data

Numbers contained in this presentation for the quarter ended June 30, 2025 and for other quarterly periods are unaudited. Additionally, all figures presented as year-to-date and for periods that represent a full fiscal year ended December 31, represent unaudited results. As a result, subsequent information may cause a change in certain accounting estimates and other financial information, including the Company’s allowance for credit losses, fair values, and income taxes.

Non-GAAP Financial Measures

The Company uses financial information in its analysis of the Company’s performance that is not in conformity with accounting principles generally accepted in the United States of America (“GAAP”). The Company believes that these non-GAAP financial measures provide useful information to management and investors that is supplementary to the Company’s financial condition, results of operations, and cash flows computed in accordance with GAAP. However, the Company acknowledges that its non-GAAP financial measures have a number of limitations. See the appendix to this presentation for a reconciliation of these non-GAAP measures to the most directly comparable GAAP financial measures.

Agenda

- Company Overview
- Financial Highlights
- Loans and Credit Quality
- Deposit and Capital Overview

Company Overview

Executive Team



James Beckwith
President and
Chief Executive Officer
Five Star since 2003



John Dalton
Senior Vice President and
Chief Credit Officer
Five Star since 2011



DJ Kurtze
Executive Vice President and
San Francisco Bay Area President
Five Star since 2023



Mike Lee
Senior Vice President and
Chief Regulatory Officer
Five Star since 2005



Heather Luck
Executive Vice President and
Chief Financial Officer
Five Star since 2018



Lydia Ramirez
Executive Vice President and
Chief Operating Officer
Five Star since 2017



Michael Rizzo
Executive Vice President and
Chief Banking Officer
Five Star since 2005



Brett Wait
Senior Vice President and
Chief Information Officer
Five Star since 2011



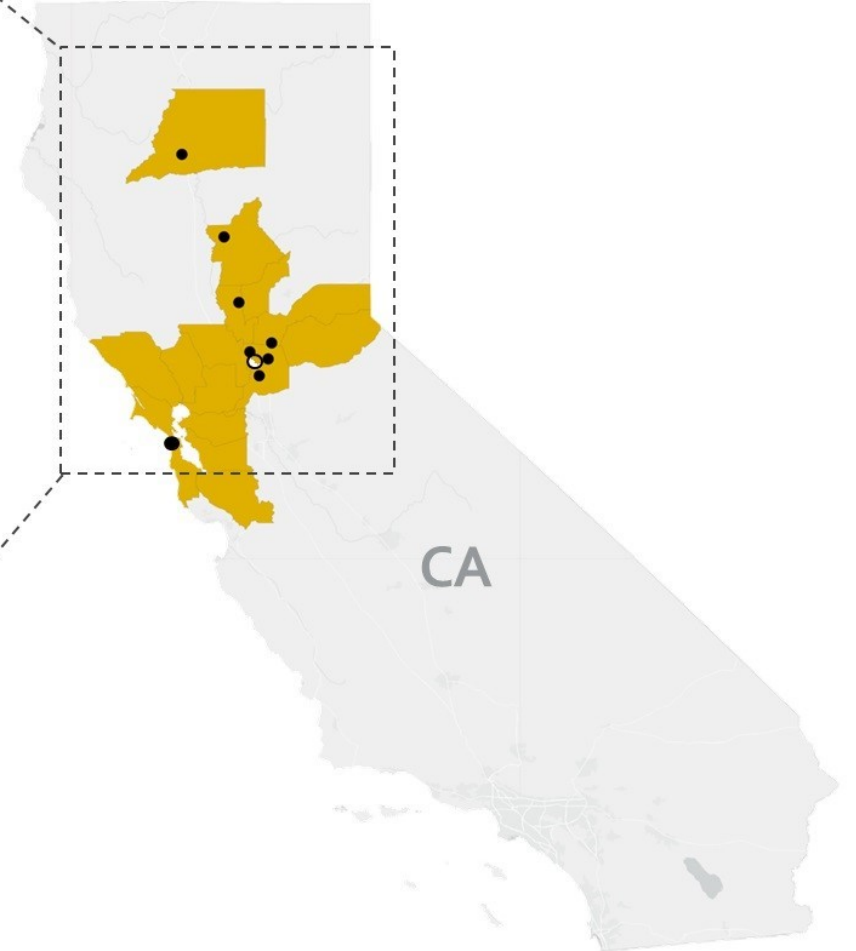
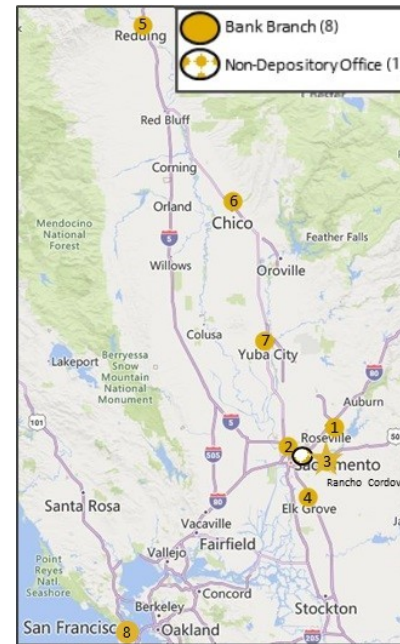
Shelley Wetton
Senior Vice President and
Chief Marketing Officer
Five Star since 2015



FIVE STAR BANCORP

Company Overview

Nasdaq:	FSBC
Headquarters:	Rancho Cordova, CA
Asset Size:	\$4.4 billion
Loans HFI:	\$3.8 billion
Deposits:	\$3.9 billion
Bank Branches:	8



Five Star is a community business bank that was founded to serve the commercial real estate industry. Today, the markets we serve have expanded to meet customer demand and now include manufactured housing and storage, faith-based, government, nonprofits, and more.



Recent Rankings and Awards

FIVE STAR BANK RANKINGS

S&P Global Market Intelligence
**2024 | TOP 3 BEST-PERFORMING
COMMUNITY BANKS IN THE NATION**
(Banks with \$3B - \$10B in Assets)

**2024 | RAYMOND JAMES
COMMUNITY BANKERS CUP**
(Ranked in Top 10% of Community Banks in the Nation)

BANK EXECUTIVE AND EMPLOYEE AWARDS

SACRAMENTO BUSINESS JOURNAL
Power 100 List
C-Suite Award
Champions for DE&I
Women Who Mean Business
Fastest Growing Banks by Deposits

SAN FRANCISCO BUSINESS TIMES
40 Under 40
Newsmaker 100 List

Financial Highlights

Financial Highlights

(dollars in thousands, except per share data)		For the three months ended		
		6/30/2025	3/31/2025	6/30/2024
Profitability	Net income	\$ 14,508	\$ 13,111	\$ 10,782
	Return on average assets ("ROAA")	1.37 %	1.30 %	1.23 %
	Return on average equity ("ROAE")	14.17 %	13.28 %	11.72 %
	Earnings per share (basic and diluted)	\$ 0.68	\$ 0.62	\$ 0.51
Net Interest Margin	Net interest margin	3.53 %	3.45 %	3.39 %
	Average loan yield	6.09 %	6.02 %	5.83 %
	Average cost of interest-bearing deposits	3.31 %	3.33 %	3.37 %
	Average cost of total deposits	2.46 %	2.48 %	2.47 %
	Total cost of funds	2.53 %	2.56 %	2.56 %
Deposits and Securities		6/30/2025	12/31/2024	
	Non-interest-bearing deposits	\$ 1,004,061	\$ 922,629	
	Interest-bearing deposits	2,890,561	2,635,365	
	Total deposits	3,894,622	3,557,994	
	Total securities	97,575	100,914	
	Total securities to interest-earning assets	2.28 %	2.55 %	
Asset Quality	Nonperforming loans to loans held for investment	0.06 %	0.05 %	
	Allowance for credit losses to loans held for investment	1.07 %	1.07 %	



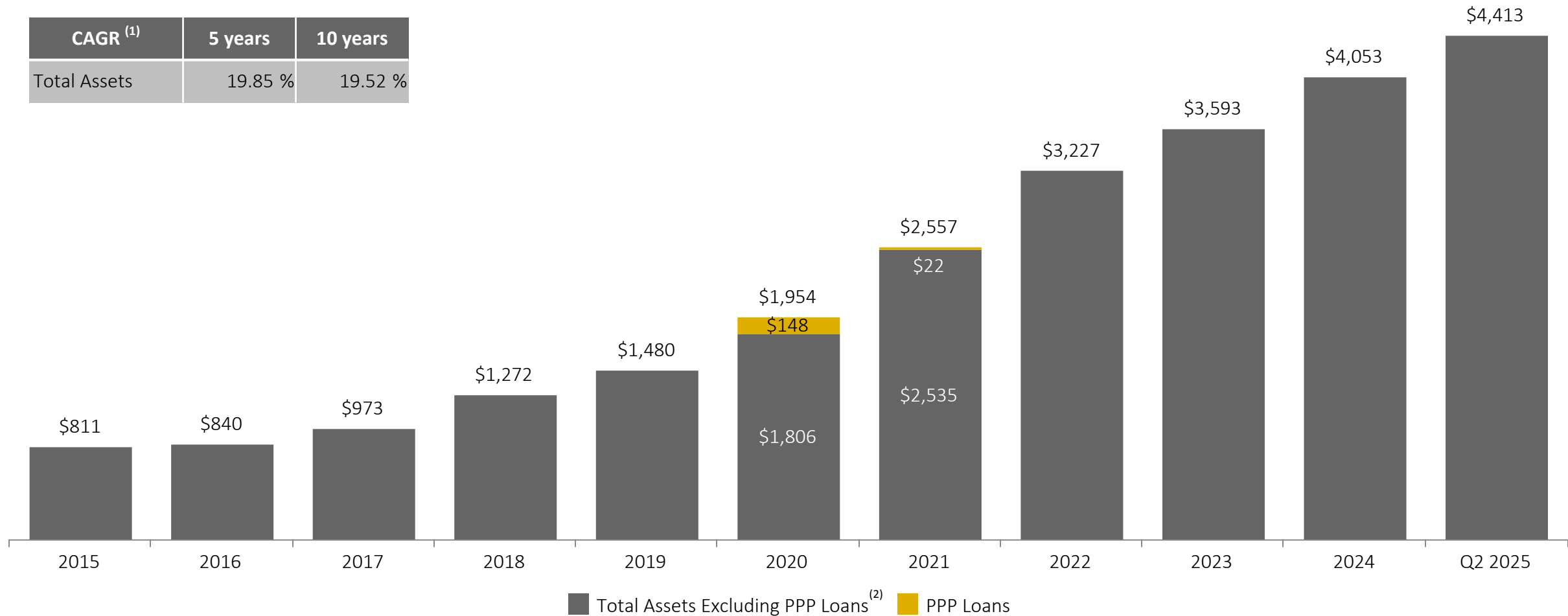
Financial Highlights - June 30, 2025

Growth	<ul style="list-style-type: none">Continued balance sheet growth with increases in loans held for investment of \$136.2 million and non-wholesale⁽¹⁾ deposits of \$191.6 million since March 31, 2025.
Funding	<ul style="list-style-type: none">Non-interest-bearing deposits comprised 25.78% of total deposits, as compared to 24.99% of total deposits as of March 31, 2025.Deposits comprised 97.45% of total liabilities, as compared to 97.34% of total liabilities as of March 31, 2025.
Liquidity	<ul style="list-style-type: none">Insured and collateralized deposits were approximately \$2.6 billion, representing 67.06% of total deposits, as compared to 67.55% as of March 31, 2025.Cash and cash equivalents were \$483.8 million, representing 12.42% of total deposits, as compared to 12.11% as of March 31, 2025.
Capital	<ul style="list-style-type: none">All capital ratios were above well-capitalized regulatory thresholds.On April 17, 2025 and July 17, 2025, the Company declared cash dividends of \$0.20 per share for the three months ended March 31, 2025 and June 30, 2025, respectively.



Consistent and Organic Asset Growth

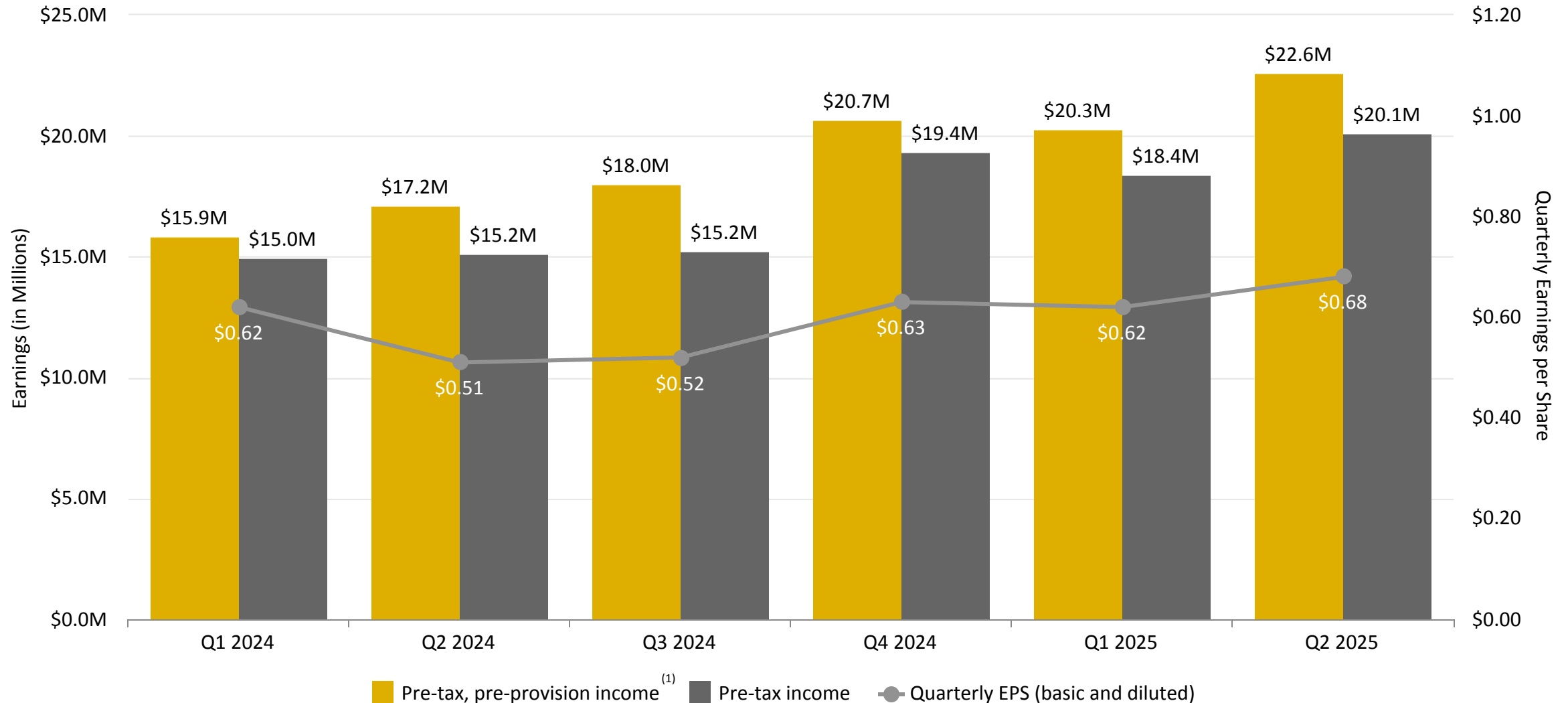
CAGR ⁽¹⁾	5 years	10 years
Total Assets	19.85 %	19.52 %



Note: Dollars are in millions. Balances are end of period. References to PPP are the Paycheck Protection Program.

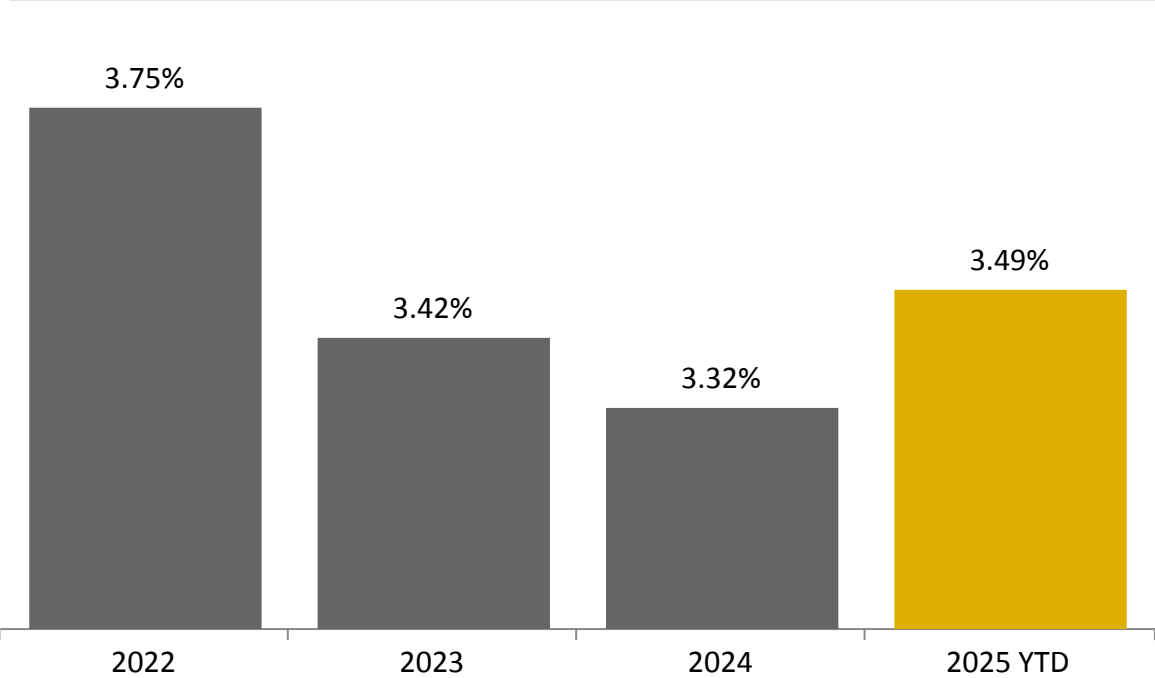
- 1. CAGR is based upon balances as of June 30, 2025.
- 2. A reconciliation of this non-GAAP measure is set forth in the appendix.

Earnings Track Record

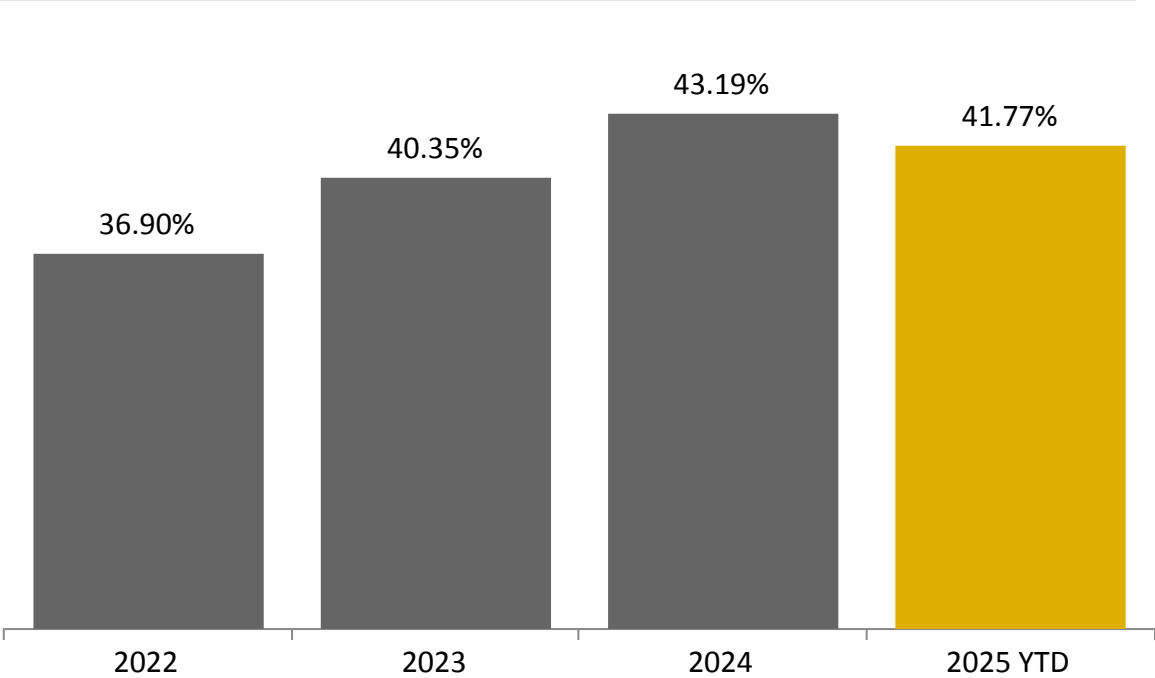


Operating Metrics

Net Interest Margin



Efficiency Ratio

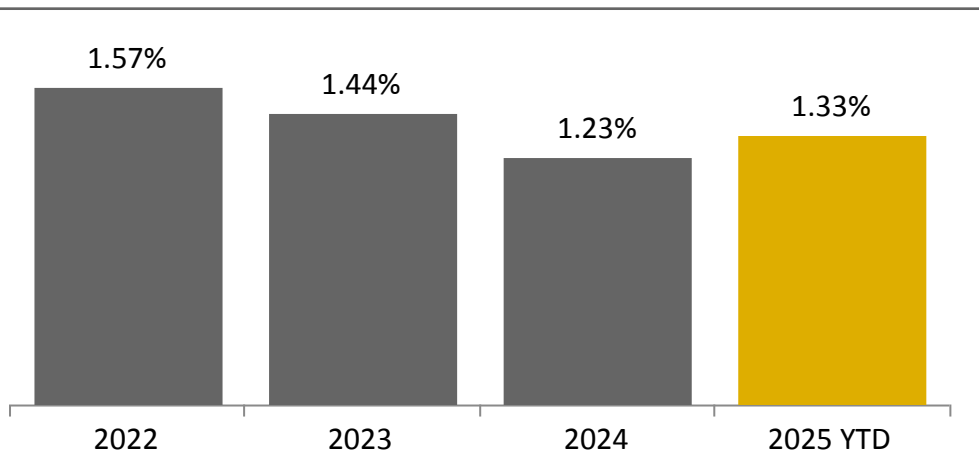


Non-interest Income and Expense Comparison

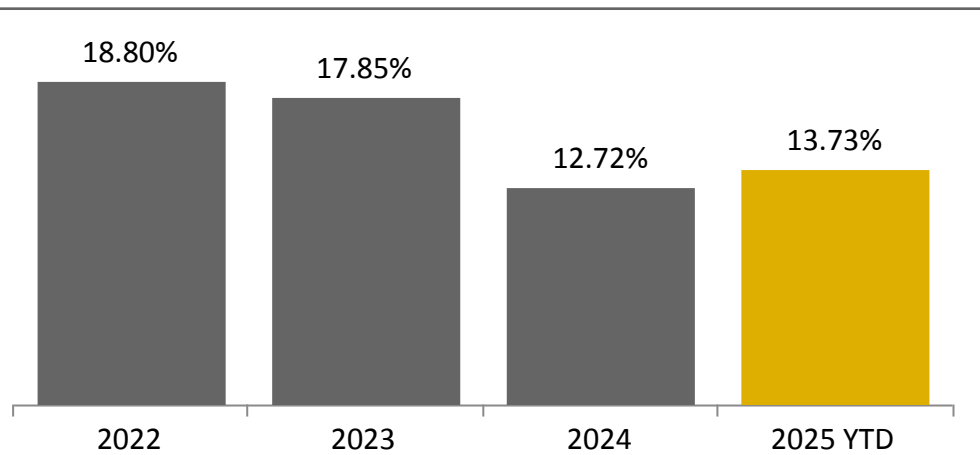
(dollars in thousands)		For the three months ended		
		6/30/2025	3/31/2025	6/30/2024
Non-interest Income	Service charges on deposit accounts	\$ 196	\$ 215	\$ 189
	Gain on sale of loans	119	125	449
	Loan-related fees	468	448	370
	Federal Home Loan Bank of San Francisco stock dividends	325	331	329
	Earnings on bank-owned life insurance	220	161	158
	Other income	482	79	78
	Total non-interest income	\$ 1,810	\$ 1,359	\$ 1,573
Non-interest Expense	Salaries and employee benefits	\$ 8,910	\$ 9,134	\$ 7,803
	Occupancy and equipment	657	637	646
	Data processing and software	1,508	1,457	1,235
	Federal Deposit Insurance Corporation insurance	470	455	390
	Professional services	918	913	767
	Advertising and promotional	865	522	615
	Loan-related expenses	423	319	297
	Other operating expenses	1,975	1,608	1,760
	Total non-interest expense	\$ 15,726	\$ 15,045	\$ 13,513

Shareholder Returns

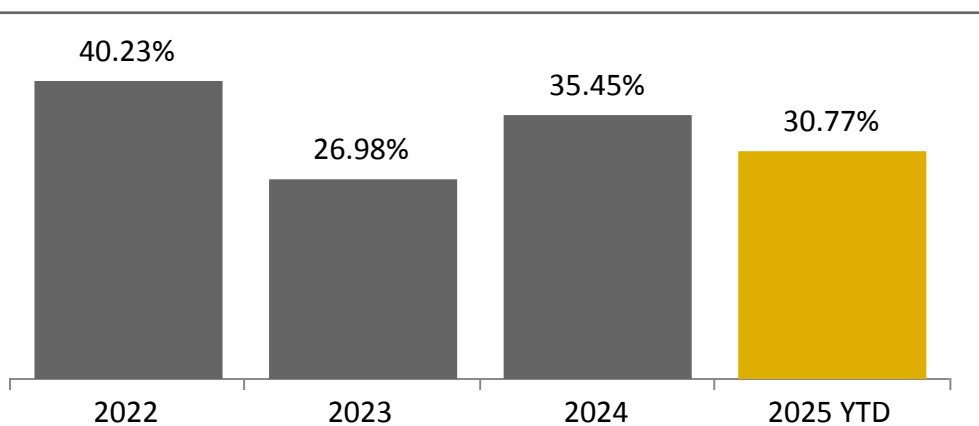
ROAA



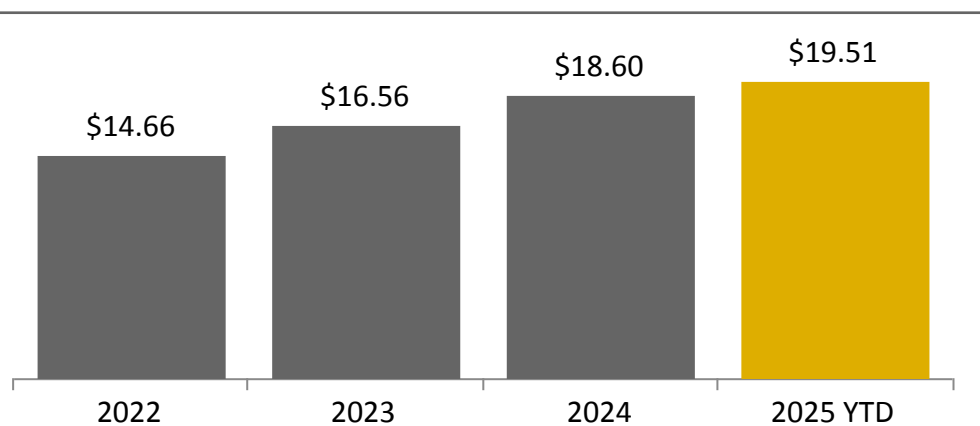
ROAE



Cash Dividend Payout Ratio on Common Stock⁽¹⁾



Value per Share (book and tangible book⁽²⁾)

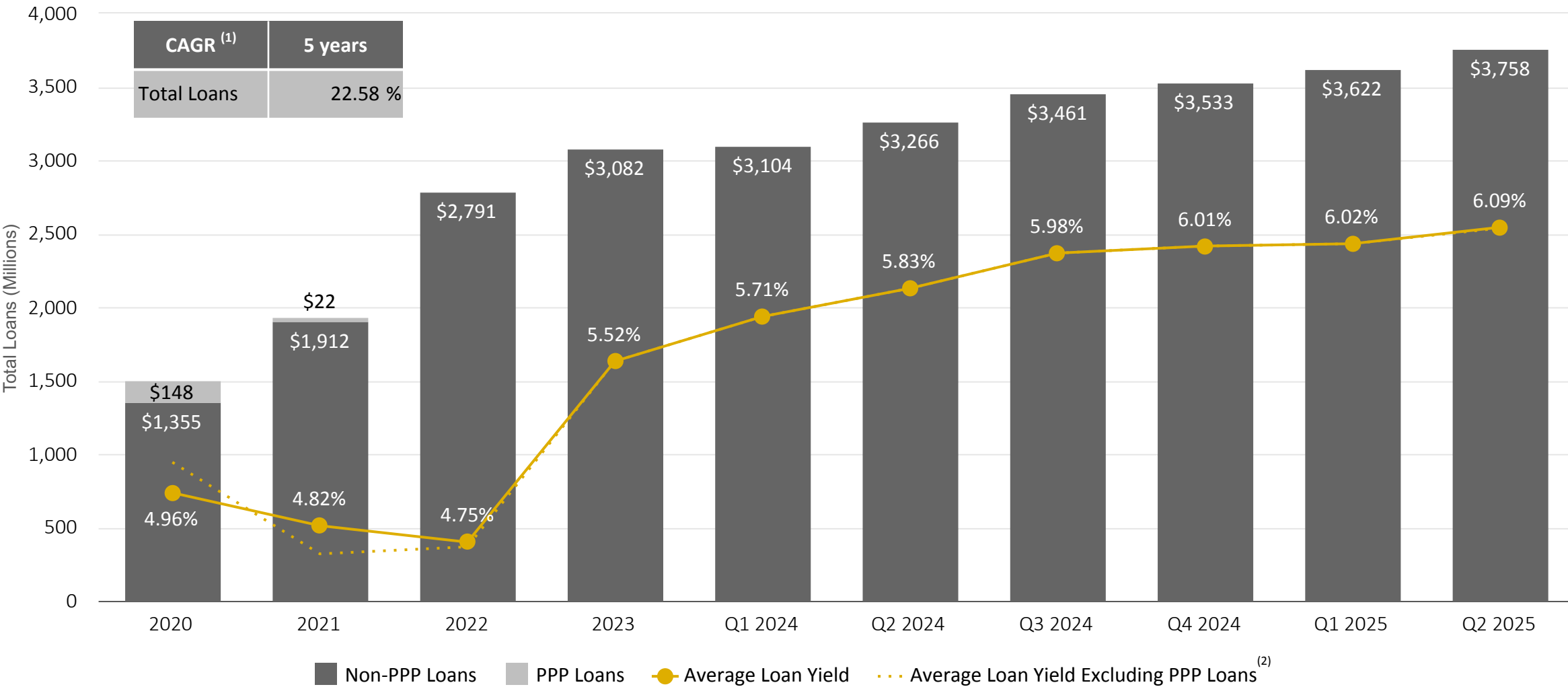


Note: All 2025 figures are through June 30, 2025.

1. Cash dividend payout ratio on common stock is calculated as dividends on common shares divided by basic earnings per common share.
2. A reconciliation of this non-GAAP measure is set forth in the appendix.

Loans and Credit Quality

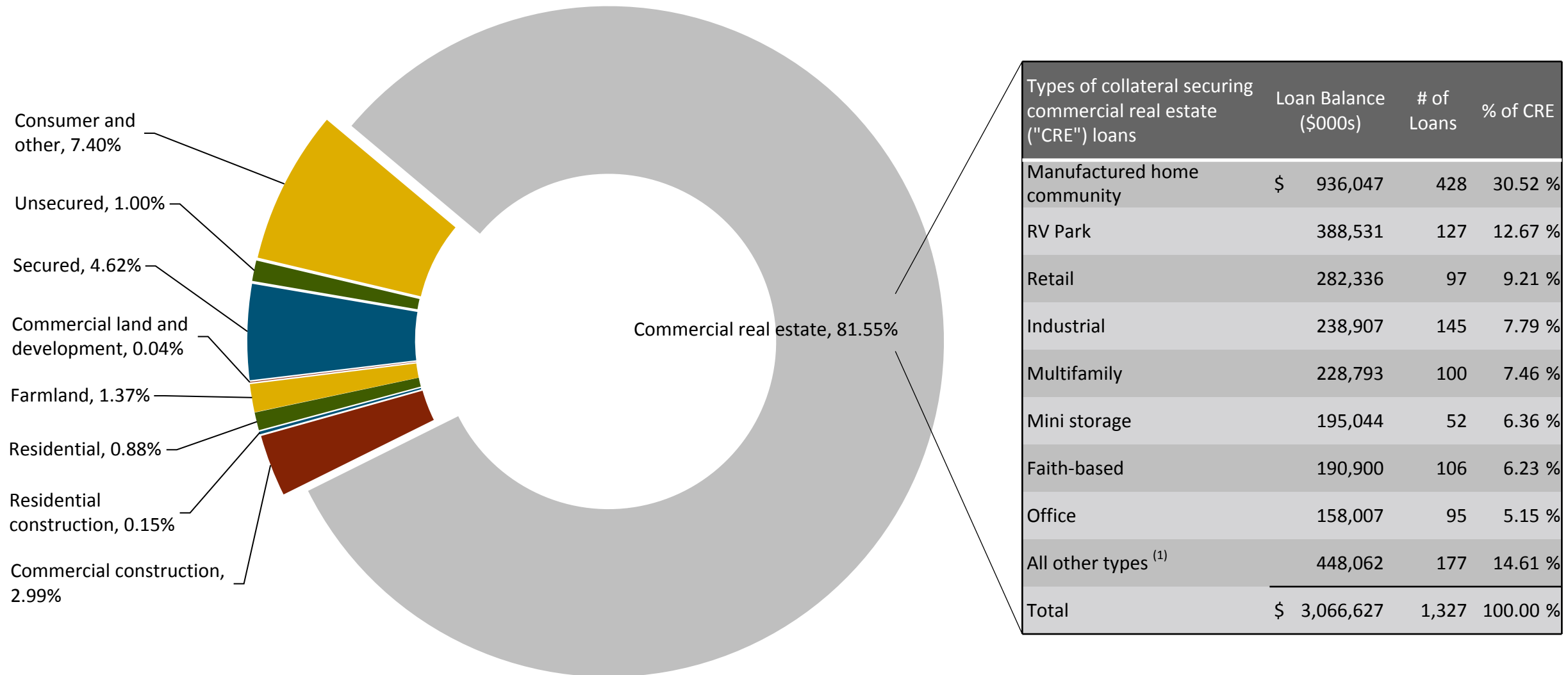
Consistent Loan Growth



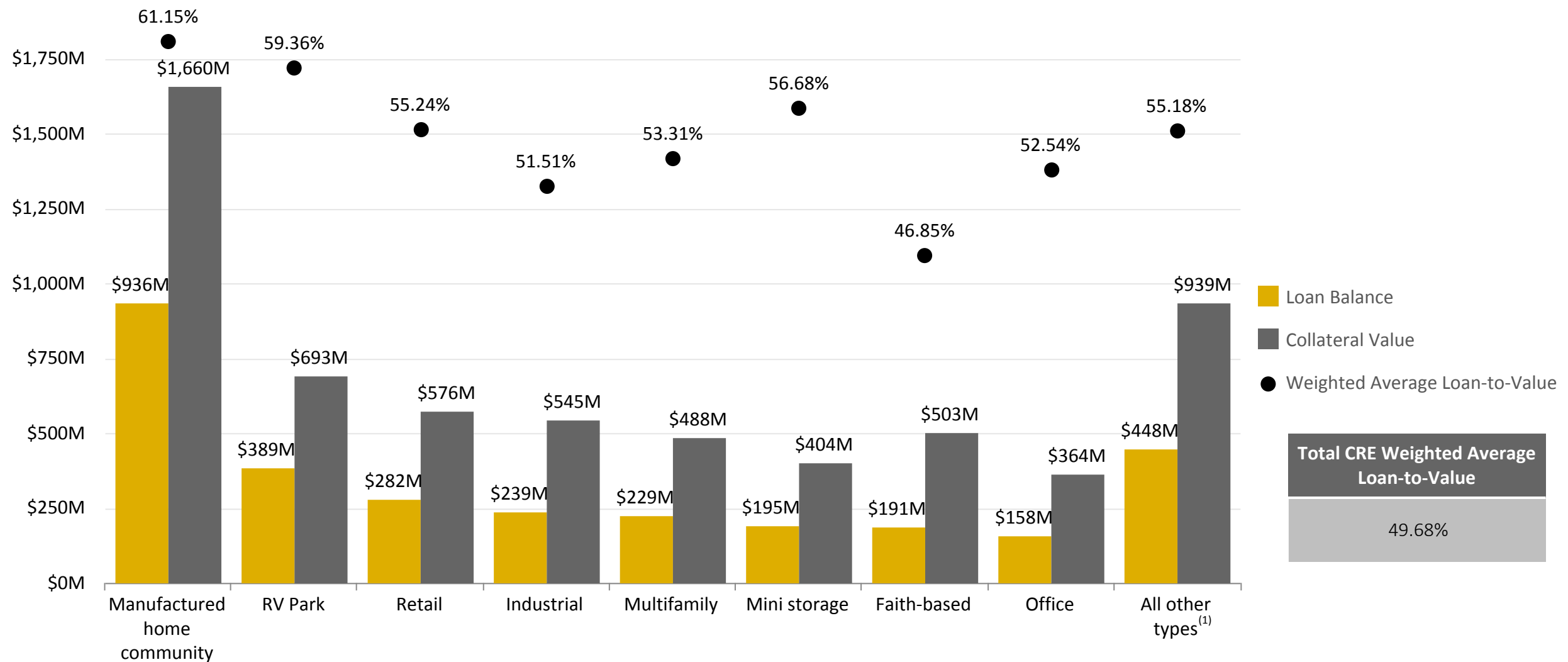
Note: Loan balances are end of period loans held for investment. Yields are based on average balance and annualized quarterly interest income.

1. CAGR is based upon balances as of June 30, 2025.
2. A reconciliation of this non-GAAP measure is set forth in the appendix.

Loan Portfolio Composition



CRE Collateral Values



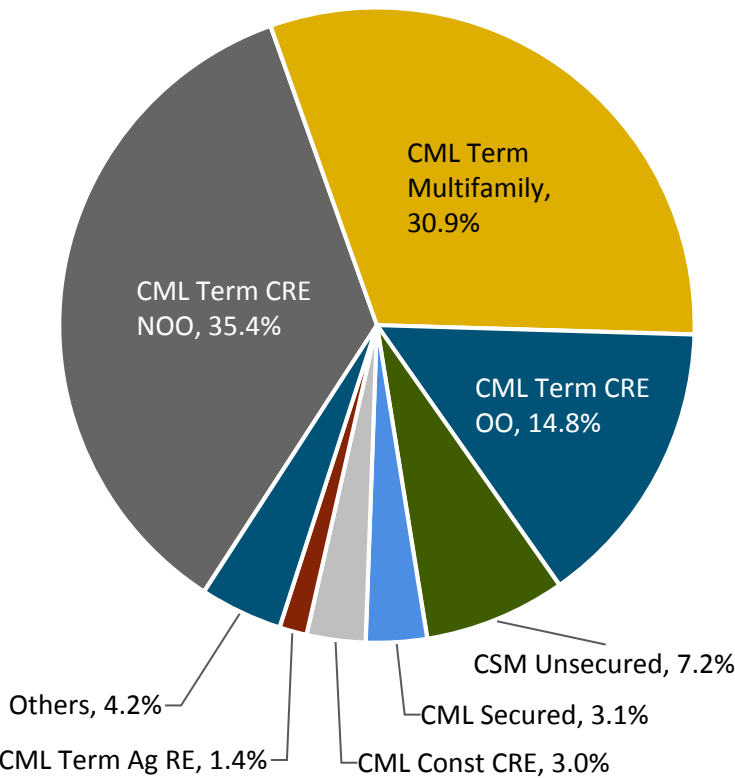
Note: Balances are net book value as of June 30, 2025, before allowance for credit losses, before deferred loan fees, and exclude loans held for sale.

1. Types of collateral in “all other types” are those that individually make up less than 5% CRE concentration.

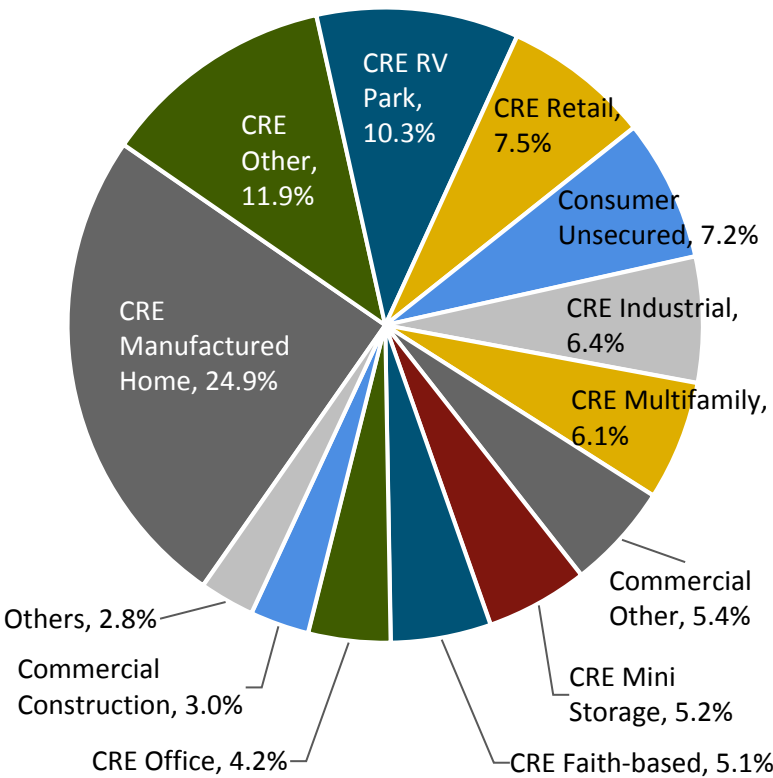
Loan Portfolio Diversification

We focus primarily on commercial lending, with an emphasis on commercial real estate. We offer a variety of loans to small and medium-sized businesses, professionals, and individuals, including commercial real estate, commercial land and construction, and farmland loans. To a lesser extent, we also offer residential real estate, construction real estate, and consumer loans.

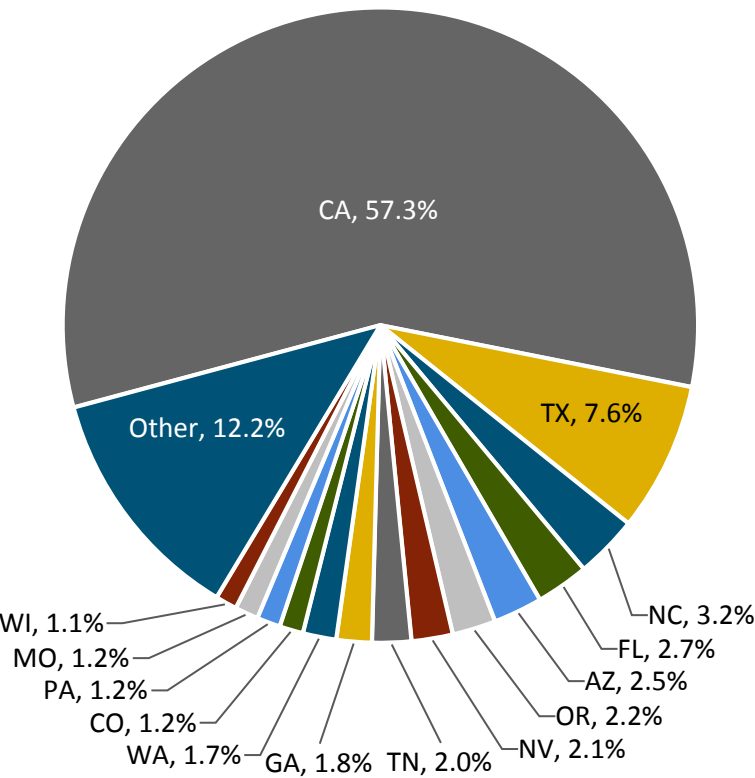
Loans by Product



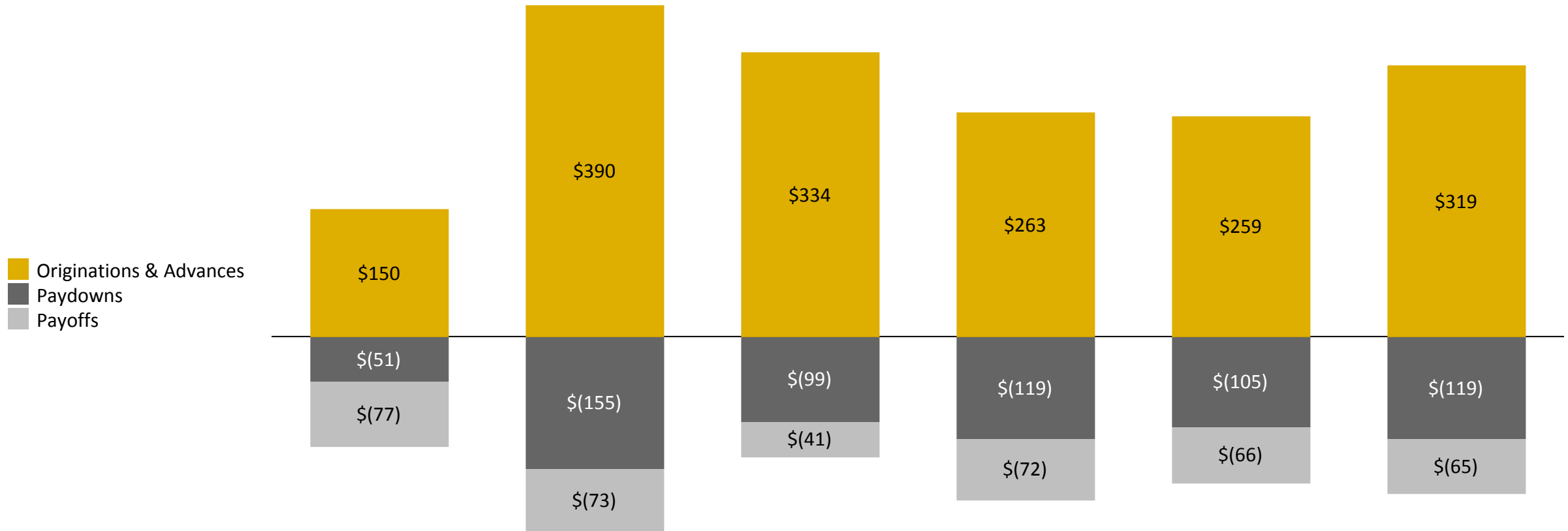
Loans by Purpose



Real Estate Loans by Geography

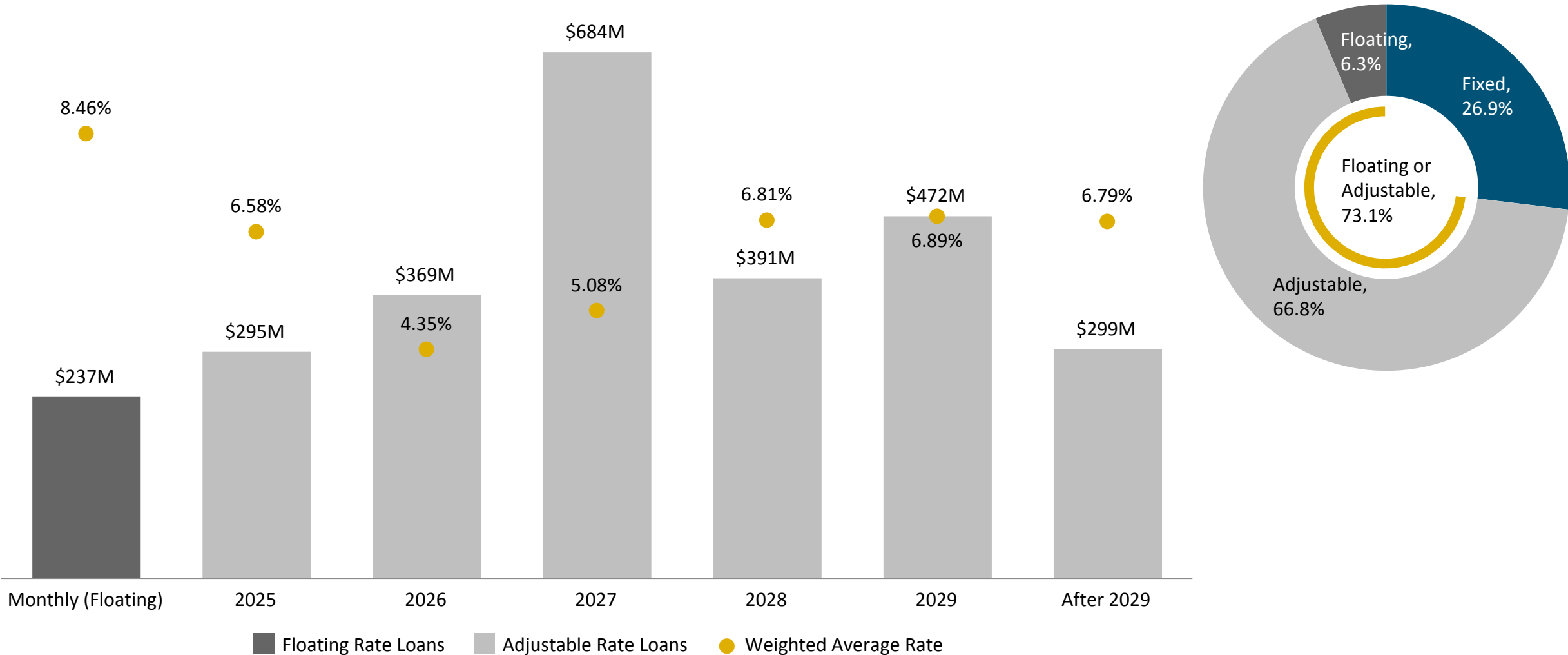


Loan Rollforward



	Q1 2024	Q2 2024	Q3 2024	Q4 2024	Q1 2025	Q2 2025
Beginning Balance	\$ 3,082	\$ 3,104	\$ 3,266	\$ 3,461	\$ 3,533	\$ 3,622
Ending Balance	\$ 3,104	\$ 3,266	\$ 3,461	\$ 3,533	\$ 3,622	\$ 3,758

Loan Yield Composition

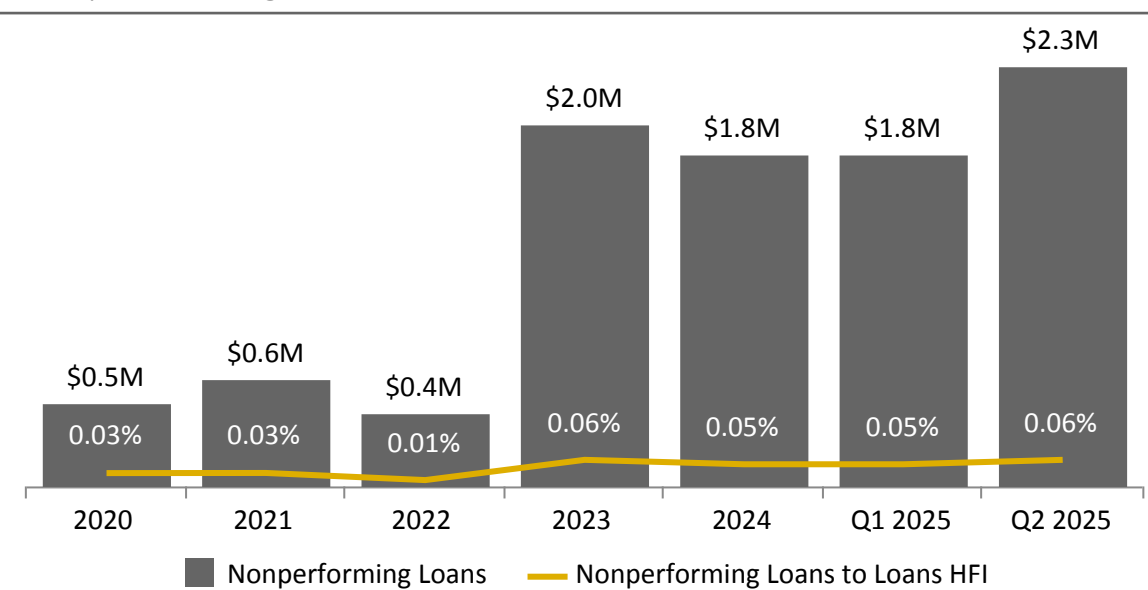


Asset Quality

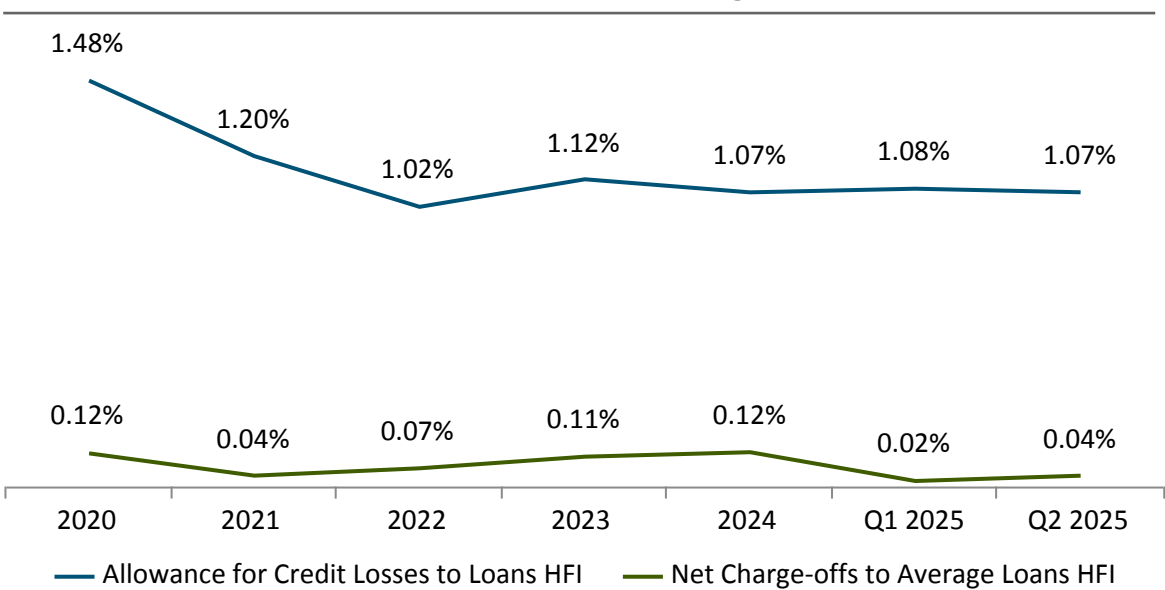
Our primary objective is to maintain a high level of asset quality in our loan portfolio. Therefore, we:

- Place emphasis on our commercial portfolio, where we reevaluate risk assessments as a result of reviewing commercial property operating statements and borrower financials
- Monitor payment performance, delinquencies, tax compliance, and property insurance compliance of our borrowers
- Design our practices to facilitate the early detection and remediation of problems within our loan portfolio
- Employ the use of an outside, independent consulting firm to evaluate our underwriting and risk assessment process

Nonperforming Loan Trend



Allowance for Credit Losses and Net Charge-off Trend



Allocation of Allowance for Credit Losses

<i>(dollars in thousands)</i>									
Allowance for Credit Losses	December 31, 2024			March 31, 2025			June 30, 2025		
	Amount	% of Total	% of Loans to Total Loans	Amount	% of Total	% of Loans to Total Loans	Amount	% of Total	% of Loans to Total Loans
Real estate:									
Commercial	\$ 25,864	68.44 %	80.75 %	\$ 27,027	68.91 %	81.11 %	\$ 27,792	69.19 %	81.54 %
Commercial land & development	78	0.21 %	0.11 %	70	0.18 %	0.10 %	33	0.08 %	0.04 %
Commercial construction	2,268	6.00 %	3.15 %	2,227	5.68 %	3.12 %	2,575	6.41 %	2.99 %
Residential construction	64	0.17 %	0.13 %	78	0.20 %	0.16 %	75	0.19 %	0.15 %
Residential	270	0.71 %	0.93 %	279	0.71 %	0.94 %	334	0.83 %	0.88 %
Farmland	607	1.61 %	1.34 %	598	1.52 %	1.20 %	723	1.80 %	1.37 %
Total real estate loans	29,151	77.14 %	86.41 %	30,279	77.20 %	86.63 %	31,532	78.50 %	86.97 %
Commercial:									
Secured	5,866	15.52 %	4.91 %	5,905	15.05 %	4.77 %	5,623	14.00 %	4.63 %
Unsecured	278	0.74 %	0.78 %	403	1.03 %	0.96 %	417	1.04 %	1.00 %
Total commercial loans	6,144	16.26 %	5.69 %	6,308	16.08 %	5.73 %	6,040	15.04 %	5.63 %
Consumer and other	2,496	6.60 %	7.90 %	2,637	6.72 %	7.64 %	2,595	6.46 %	7.40 %
Total allowance for credit losses	\$ 37,791	100.00 %	100.00 %	\$ 39,224	100.00 %	100.00 %	\$ 40,167	100.00 %	100.00 %

Risk Grade Migration

Classified Loans (Loans Rated Substandard or Doubtful)				
<i>(dollars in thousands)</i>	2023	2024	Q1 2025	Q2 2025
Real estate:				
Commercial	\$ 1,892	\$ 2,587	\$ 3,653	\$ 4,170
Commercial land and development	—	—	—	—
Commercial construction	—	—	—	—
Residential construction	—	—	—	—
Residential	—	—	—	—
Farmland	—	—	—	—
Commercial:				
Secured	72	48	43	37
Unsecured	—	—	—	—
Consumer and other	12	9	8	7
Total	\$ 1,976	\$ 2,644	\$ 3,704	\$ 4,214

% of Loan Portfolio Outstanding by Risk Grade:

Pass	98.66 %	96.44 %	96.81 %	97.06 %
Watch	1.28 %	3.49 %	3.09 %	2.83 %
Substandard	0.06 %	0.07 %	0.10 %	0.11 %

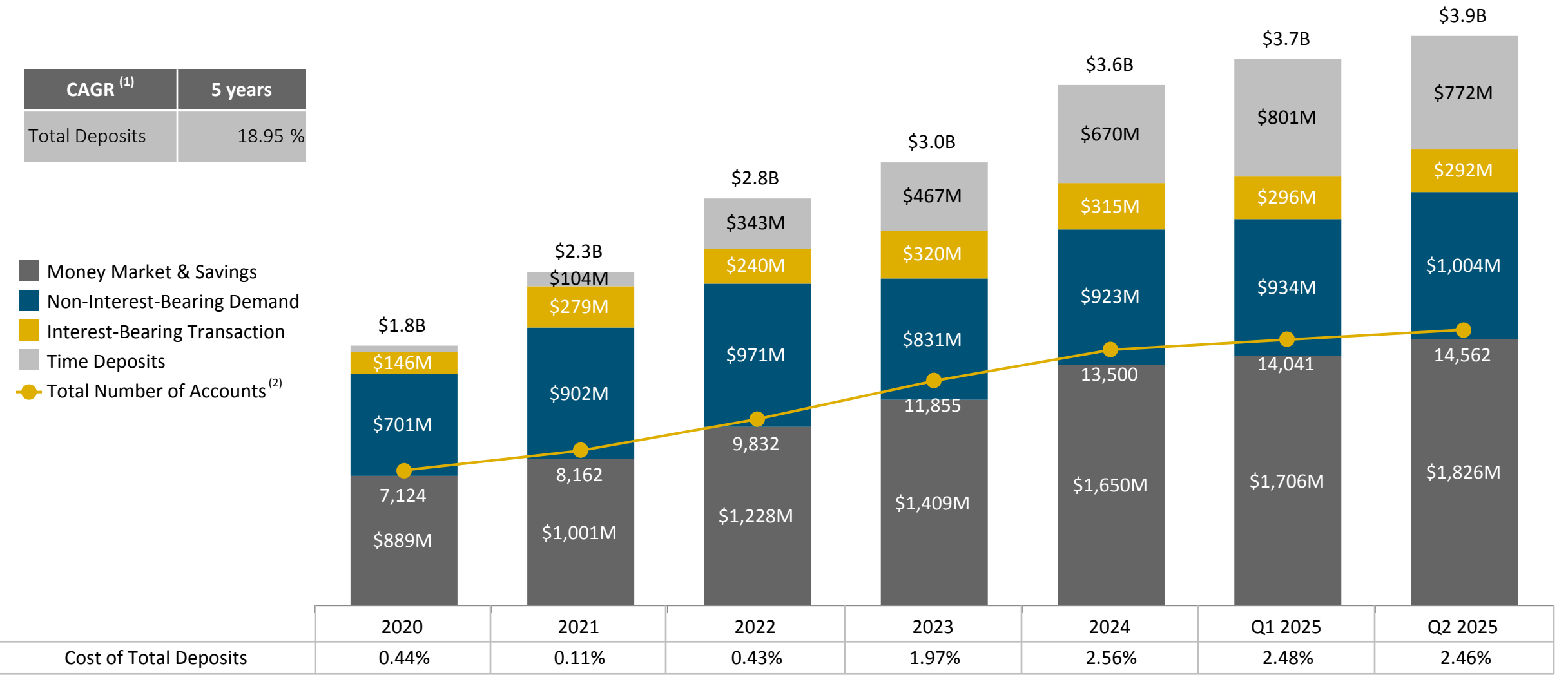
Note: Loan portfolio outstanding is total balance of loans outstanding at period end, before deferred loan fees, before allowance for credit losses, and exclude loans held for sale.



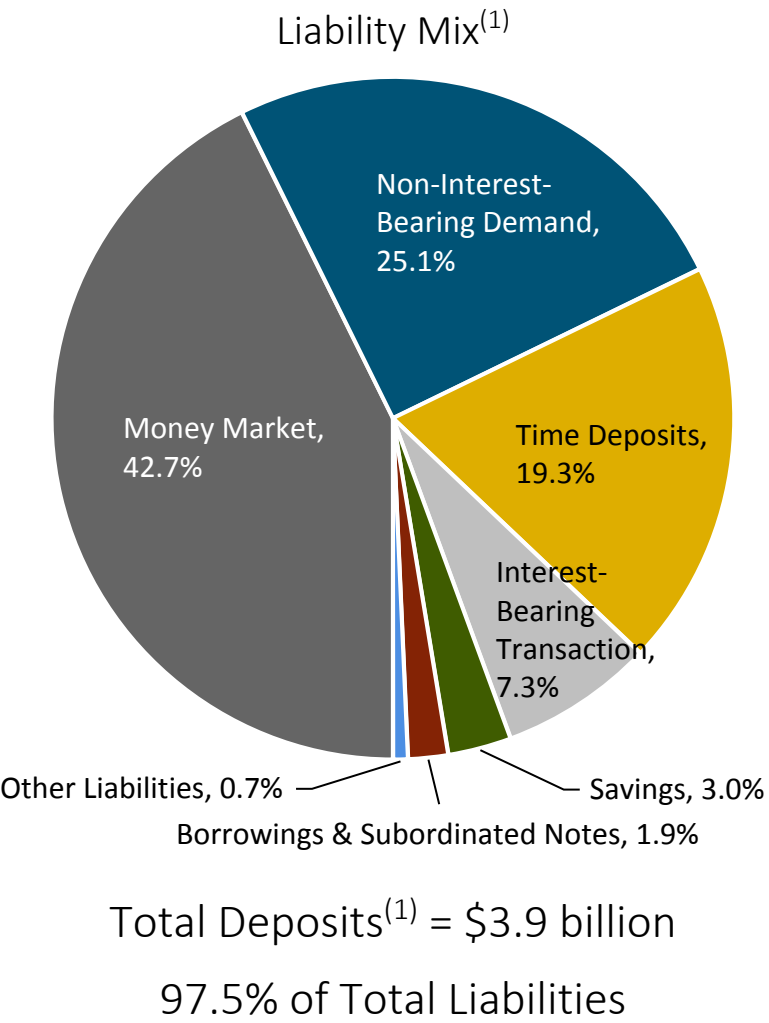
FIVE STAR BANCORP

Deposit and Capital Overview

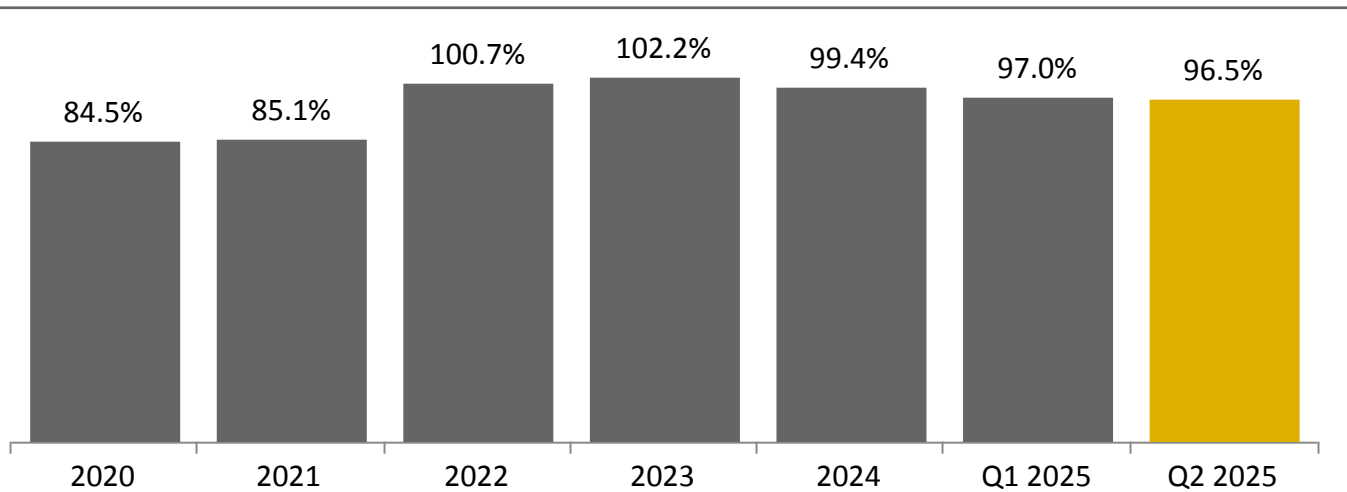
Strong Deposit Growth



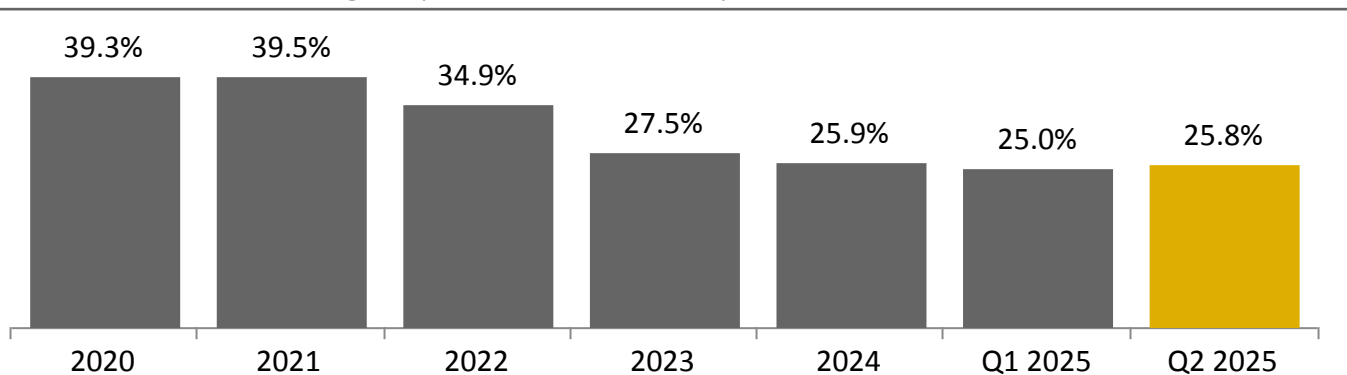
Diversified Funding



Loan⁽²⁾ to Deposit Ratio



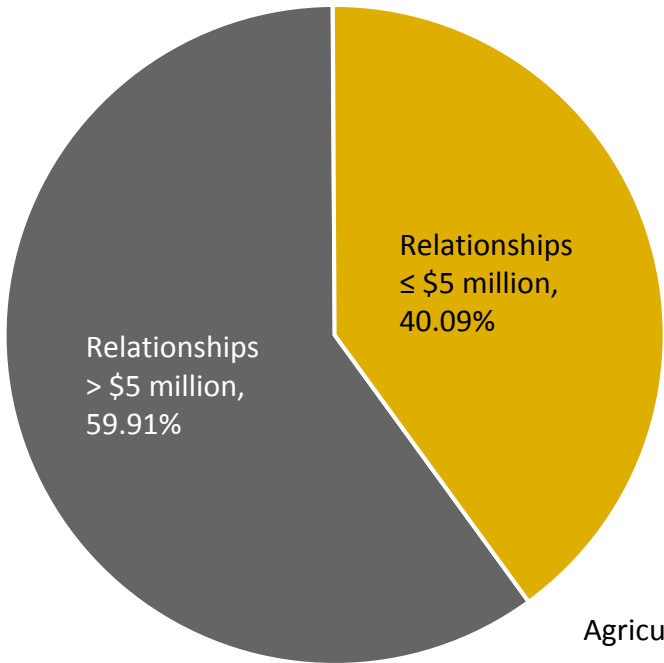
Non-Interest-Bearing Deposits to Total Deposits



1. Balances are as of June 30, 2025.
2. Loan balance in loan to deposit ratio is total loans held for investment and sale at period end.

Deposit Composition

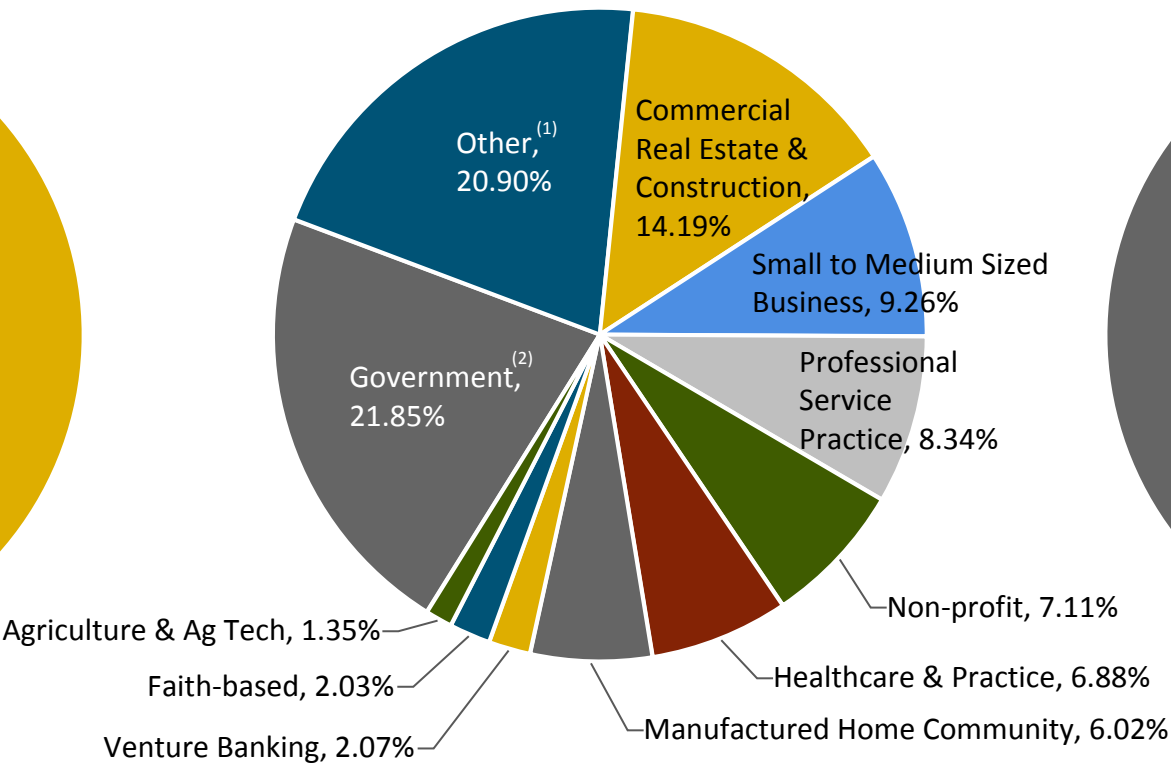
Total Deposits by Relationship Size



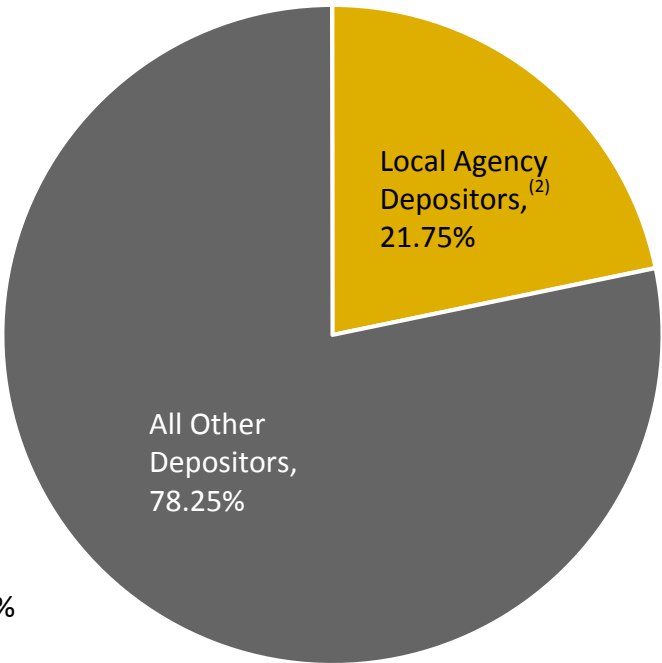
8.34 Years

Average Age of Relationships > \$5 million

Total Deposits by Market Vertical



Local Agency Breakout



\$268,000

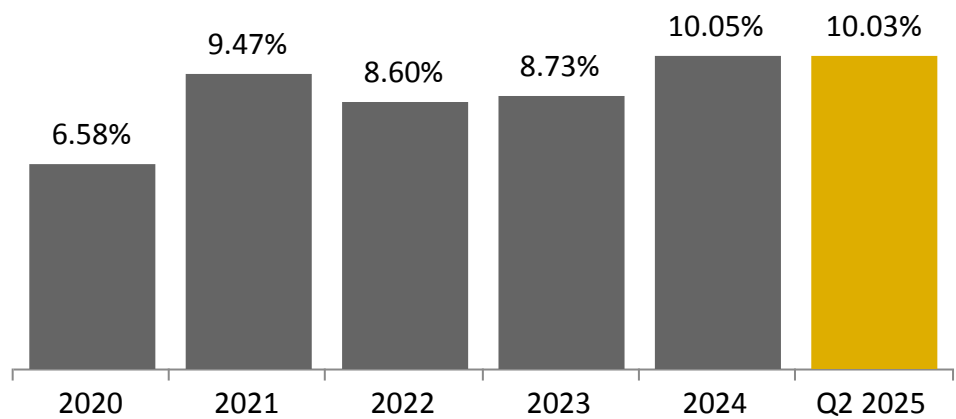
Average Deposit Account Balance

Note: Balances are as of June 30, 2025 and include time and wholesale deposits.

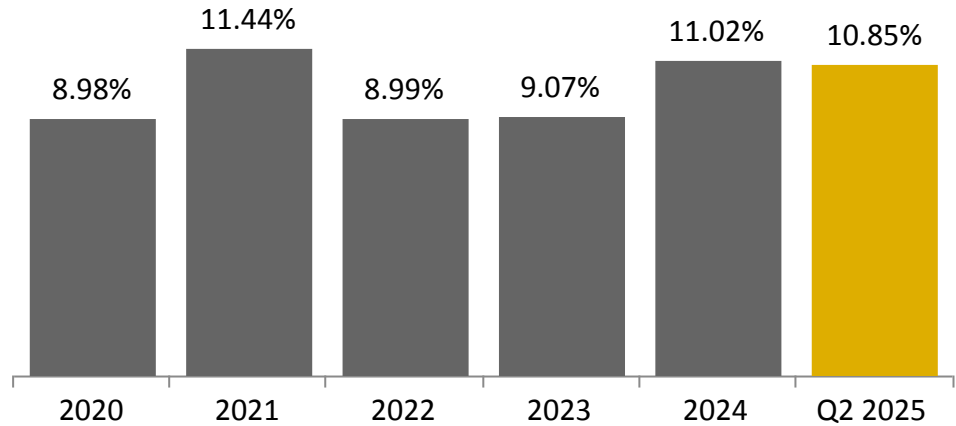
- Types of accounts in “Other” are brokered deposits, which comprise 9.41% of total deposits, individuals, trusts, estates, and market verticals that individually make up less than 0.40% of all deposits.
- Government and Local Agency Depositors include State of California, which comprises 7.45% of total deposits.

Capital Ratios

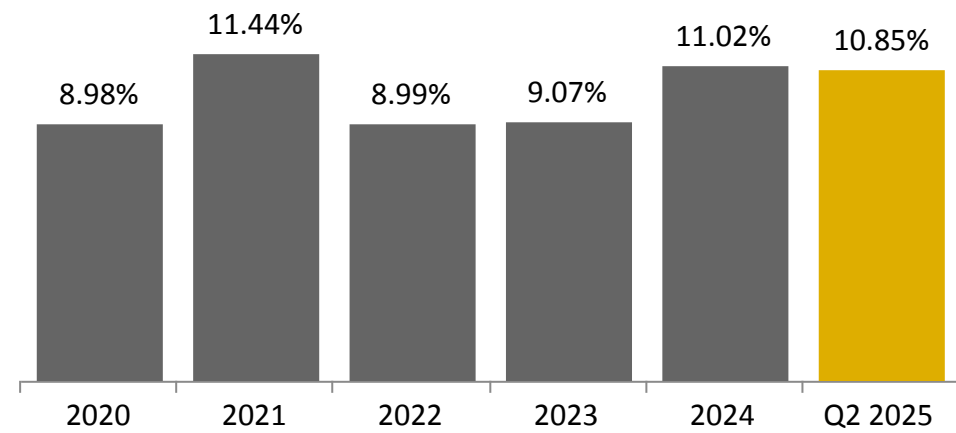
Tier 1 Leverage Ratio



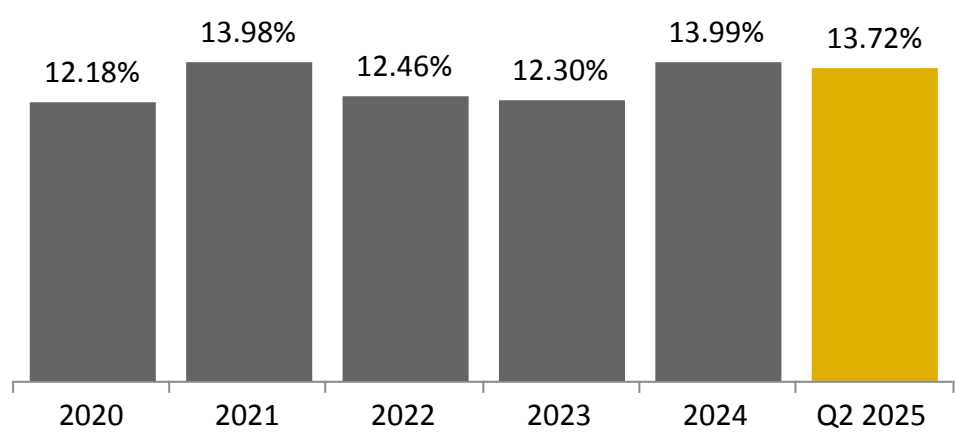
Common Equity Tier 1 to RWA



Tier 1 Capital to RWA



Total Capital to RWA





We strive to become the top business bank in all markets we serve through exceptional service, deep connectivity, and customer empathy. We are dedicated to serving real estate, agricultural, faith-based, and small to medium-sized enterprises. We aim to consistently deliver value that meets or exceeds the expectations of our shareholders, customers, employees, business partners, and community.

“ Five Star Bank customer, Cristo Rey High School Sacramento, is a Catholic, fully-accredited college preparatory high school. They offer a focused curriculum designed to support students not only in being accepted to college, but in graduating from college. Their goal is to educate the “whole person,” that is the mind, body and spirit of each student. They offer a challenging academic curriculum, as well as opportunities for co-curricular, spiritual and religious formation.

Dave Lucchetti, Five Star Bancorp Retired Board Chair
Father Christopher Calderon, President
Cristo Rey Students



“ Five Star Bank supports our customer, Street Soccer USA ("SSUSA"), and their mission to fight poverty and strengthen communities through soccer. SSUSA serves youth and special needs populations including families experiencing homelessness, and adults recovering from addiction/substance abuse and mental health diagnoses. SSUSA is the official partner of the Homeless World Cup and Street Child World Cup. We share their mission to fight poverty and strengthen others as they encourage positive changes in their players' lives.

Sienna Jackson, Homeless World Cup 2023 – Team USA
Lisa Wrightsman, Managing Director, SSUSA and Homeless World Cup 2010 – Team USA
Angela Draws, Homeless World Cup 2014 – Team USA



“ Five Star Bank customer, Visit Sacramento, ensures our region is a leading destination for meetings, conventions, travel trade and leisure, which support the vitality of our regional economy by driving almost \$200 million in visitor spending annually. Their vision is for every person in the world to say, “I want to visit Sacramento!”

David Eadie, Chief Sports & Entertainment Officer
Sonya Bradley, Chief DEI & Community Relations Officer
Mariles Krock, Chief Convention Sales & Services Officer
Kari Miskit, Chief Operating Officer & Media Relations
Mike Testa, President & CEO



Appendix: Non-GAAP Reconciliation (Unaudited)

The Company uses financial information in its analysis of the Company's performance that is not in conformity with GAAP. The Company believes that these non-GAAP financial measures provide useful information to management and investors that is supplementary to the Company's financial condition, results of operations, and cash flows computed in accordance with GAAP. However, the Company acknowledges that its non-GAAP financial measures have a number of limitations. As such, investors should not view these disclosures as a substitute for results determined in accordance with GAAP. Additionally, these non-GAAP measures are not necessarily comparable to non-GAAP financial measures that other banking companies use. Other banking companies may use names similar to those the Company uses for the non-GAAP financial measures the Company discloses but may calculate them differently. Investors should understand how the Company and other companies each calculate their non-GAAP financial measures when making comparisons.

Average loan yield, excluding PPP loans, is defined as the daily average loan yield, excluding PPP loans, and includes both performing and nonperforming loans. The most directly comparable GAAP financial measure is average loan yield. Management believes that average loan yield, excluding PPP loans, is a useful financial measure because it enables management, investors, and others to assess the Company's ability to manage yield on core loans. We had no PPP loans nor interest and fee income on PPP loans for the periods shown in this presentation other than the years ended December 31, 2020, 2021, and 2022. As a result, average loan yield, excluding PPP loans, is the same as daily average loan yield for all periods presented other than the years ended December 31, 2020, 2021, and 2022. Reconciliations for such periods are provided below.

Total assets, excluding PPP loans, is defined as total assets less PPP loans. The most directly comparable GAAP financial measure is total assets. Management believes that total assets, excluding PPP loans, is a useful financial measure because it enables management, investors, and others to assess the Company's ability to manage core assets. We had no PPP loans as of the period ends shown in this presentation other than as of December 31, 2020 and 2021. As a result, total assets, excluding PPP loans, is the same as total assets for all periods presented, other than as of December 31, 2020 and 2021. Reconciliations for such periods are provided below.

Pre-tax, pre-provision income is defined as pre-tax income plus provision for credit losses. The most directly comparable GAAP financial measure is pre-tax income. Management believes that pre-tax, pre-provision income is a useful financial measure because it enables management, investors, and others to assess the Company's ability to generate operating profit and capital.

Tangible book value per share is defined as total shareholders' equity less goodwill and other intangible assets, divided by the outstanding number of common shares at the end of the period. The most directly comparable GAAP financial measure is book value per share. Management believes that tangible book value per share is a useful financial measure because it enables management, investors, and others to assess the Company's value and use of equity. We had no goodwill or other intangible assets at the end of any period indicated. As a result, tangible book value per share is the same as book value per share at the end of each of the periods indicated.

Appendix: Non-GAAP Reconciliation (Unaudited)

<i>(dollars in thousands)</i>										
	Year ended				Three months ended					
Average loan yield, excluding PPP loans	12/31/20	12/31/21	12/31/22	12/31/23	3/31/24	6/30/24	9/30/24	12/31/24	3/31/25	6/30/25
Interest and fee income on loans	\$ 71,405	\$ 78,894	\$ 111,795	\$ 162,713	\$ 43,786	\$ 46,362	\$ 50,390	\$ 52,803	\$ 52,931	\$ 56,016
Less: interest and fee income on PPP loans	6,535	7,417	635	—	—	—	—	—	—	—
Interest and fee income on loans, excluding PPP loans	64,870	71,477	111,160	162,713	43,786	46,362	50,390	52,803	52,931	56,016
Annualized interest and fee income on loans, excluding PPP loans (numerator)	64,870	71,477	111,160	162,713	176,106	186,467	200,465	210,064	214,665	224,680
Average loans held for investment and sale	1,439,380	1,637,280	2,353,148	2,947,603	3,082,290	3,197,921	3,354,050	3,498,109	3,567,992	3,691,616
Less: average PPP loans	165,414	116,652	2,297	—	—	—	—	—	—	—
Average loans held for investment and sale, excluding PPP loans (denominator)	1,273,966	1,520,628	2,350,851	2,947,603	3,082,290	3,197,921	3,354,050	3,498,109	3,567,992	3,691,616
Average loan yield, excluding PPP loans	5.09 %	4.70 %	4.73 %	5.52 %	5.71 %	5.83 %	5.98 %	6.01 %	6.02 %	6.09 %

<i>(dollars in millions)</i>						
	As of					
Total assets, excluding PPP loans	12/31/2020	12/31/2021	12/31/2022	12/31/2023	12/31/2024	6/30/2025
Total assets	\$ 1,954	\$ 2,557	\$ 3,227	\$ 3,593	\$ 4,053	\$ 4,413
Less: PPP loans	148	22	—	—	—	—
Total assets, excluding PPP loans	\$ 1,806	\$ 2,535	\$ 3,227	\$ 3,593	\$ 4,053	\$ 4,413

<i>(dollars in thousands)</i>						
	Three months ended					
Pre-tax, pre-provision income	3/31/2024	6/30/2024	9/30/2024	12/31/2024	3/31/2025	6/30/2025
Pre-tax income	\$ 14,961	\$ 15,152	\$ 15,241	\$ 19,367	\$ 18,391	\$ 20,099
Add: provision for credit losses	900	2,000	2,750	1,300	1,900	2,500
Pre-tax, pre-provision income	\$ 15,861	\$ 17,152	\$ 17,991	\$ 20,667	\$ 20,291	\$ 22,599

