



August 2, 2021

Dear Trustar Bank Shareholder:

Last month, on July 10, your bank celebrated its two-year anniversary. On behalf of the directors, officers, and employees of Trustar Bank, I want to thank you for your continued support during challenging times. We have good news to report regarding the Bank's performance during the second quarter, but first, I want to acknowledge with sadness the loss of our good friend and founding director, Bill Oldaker, who died suddenly on June 13, 2021, at the age of 80. Bill had been a part of the Century/WashingtonFirst/Trustar leadership team since 1984. He will be sorely missed by all of us in the Trustar Bank family.

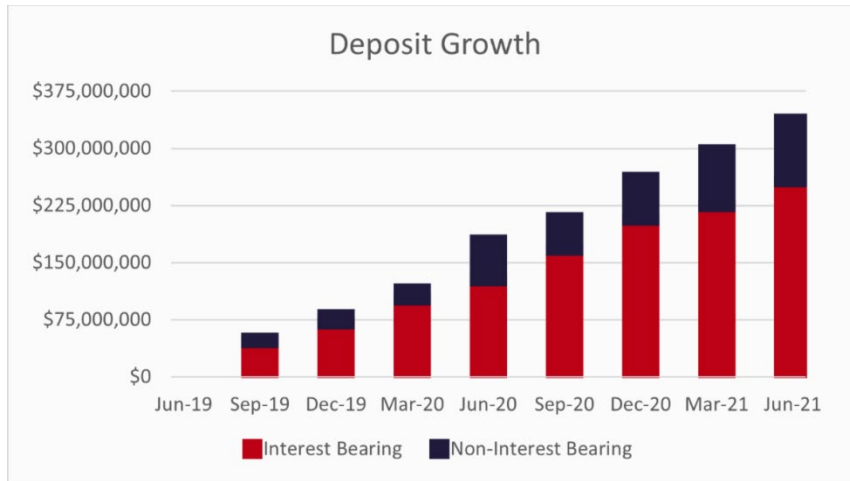


As we stated when we opened the bank two years ago, our objectives were (1) to establish an infrastructure to support a full range of products and services, and (2) to grow the revenue base (loans and deposits) as rapidly as possible – consistent with safety and soundness – to pay for the infrastructure and eventually generate a net profit. I am pleased to report that the Bank “turned the corner” and generated a net profit of \$202,000 in the second quarter of 2021. This was about six months later than we originally projected – owing primarily to the lower interest rate environment – but we are cautiously optimistic that this trend can be sustained with increasing profits in the months and years to come.

Trustar continues to be the fastest growing bank of all 13 banks that opened in the United States in 2019. As of June 30, 2021, total assets were \$416.0 million, representing an increase of \$177.8 million, or 74.6%, compared to June 30, 2020. Total assets increased \$40.1 million, or 10.7% during the second quarter of 2021.



Total deposits as of June 30, 2021, were \$338.1 million, representing an increase of \$159.2 million, or 89.0%, since June 30, 2020. Total deposits increased \$40.2 million or 13.5% compared to March 31, 2020. Non-interest bearing deposits constituted 24.0% of total deposits as of June 30, 2021.



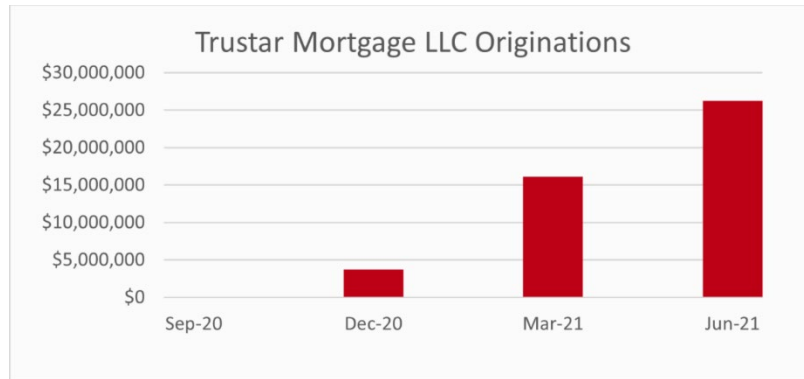
As of June 30, 2021, total gross loans were \$353.1 million, of which \$296.4 million were core portfolio loans (i.e., excluding PPP loans and mortgage loans held for sale). The Bank's core loan portfolio increased \$162.2 million, or 120.8%, compared to June 30, 2020, and \$38.1 million, or 14.7% during the second quarter alone. Trustar Bank participated in the second round of the Paycheck Protection Program (PPP), originating 162 new loans in the amount of \$26.2 million during the second quarter. Since the inception of the PPP stimulus initiative, Trustar's total economic revitalization impact to the local community has included 455 originated PPP loans totaling \$97.6 million!



The business acquisition momentum of our lending and deposit teams continue to strengthen the effectiveness of our brand. Opportunities continue to present themselves, allowing for continued expansion and facility enhancements. The revitalized drive-up at our Great Falls Center branch is now fully operational and equipped with night drop functionality. This expansion of our services and accessibility gives our customers another convenient option when conducting their banking with us.

Our newest location, and first in Maryland, opened in April. The office, located in Potomac at 7811 Montrose Road, Suite 500, is an appointment-only location where clients can experience full-service banking inclusive of teller transactions, opening new accounts, and lending appointments. We are excited to extend our footprint into a new state, while offering a more convenient location for our clients in or near Potomac.

Trustar Mortgage LLC continues to ramp up its operations and has now generated more than \$46 million in residential mortgage loans since it was acquired in November of last year. We expect this business to become a meaningful contributor to the Bank's earnings later this year.



The Bank successfully completed our most recent regulatory exam. Trustar continues to be well capitalized, with 90.1% of its original capital intact in the form of shareholders' equity and reserves. Although we have no past due or problem loans at the present time, the Bank prudently maintains a loan loss reserve of approximately 1.10% of our core loan portfolio, which is in line with industry standards.



Once again, thank you for your support and commitment to Trustar Bank. We look forward to continuing our strong performance throughout 2021.

Very truly yours,

Shaza Andersen
CEO



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