

ABC Bank  
 ALL under CECL  
 12/31/20Y5

	<u>Loan balance</u>	<u>Specific reserve</u>
1 Loans with specific reserves	1,000,000	150,000
2 a Residential loans	20,000,000	
b By remaining expected term		
6	4,000,000	
5	3,500,000	
4	3,100,000	
3	2,900,000	
2	2,700,000	
1	<u>3,800,000</u>	
	<u>20,000,000</u>	
c i GDP expectations		
A Fed forecast for next 3 years (average)		-0.30%
B Long-term average		0.69%
Note - remaining expected term for residential loans originated in 20Y5		6 years
Average expected GDP		
-0.30% times	3	(0.009)
0.69% times	3	<u>0.021</u>
		0.012
divided by		<u>6.0</u>
		<u>0.002</u>
		Average for previous 6 years
ii Historical GDP		
20Y5	-1.00%	0.009
20Y4	2.00%	0.011
20Y3	4.00%	0.008
20Y2	1.50%	0.012
20Y1	-1.00%	0.018
20Y0	-2.00%	0.023
20X9	1.00%	0.018
20X8	3.00%	0.008
20X7	2.00%	0.002
20X6	4.00%	(0.004)
20X5	3.00%	(0.011)
20X4	1.00%	
20X3	-2.00%	
20X2	-3.50%	
20X1	-1.50%	
20X0	<u>0.50%</u>	
average	0.69%	
Historical period chosen	20X2-20X7	
iii Average remaining lifetime losses for residential loans held at 12/31/20X1 by remaining expected term		
6		2.75%
5		2.20%
4		1.90%
3		1.30%
2		0.80%
1		0.30%
iv Adjustment for current or expected conditions we believe will be different:		
<p>Portland area real estate values are expected to be higher than they were in 20X2-20X7 due to an expected pickup in Old Port commercial rental activity. 20X4-20X9 better reflects a comparable period for these loans due to this factor.</p>		
<p>Balance of Portland area loans held at 12/31/20Y5 by remaining expected term</p>		
6		400,000
5		300,000
4		125,000

3	100,000
2	50,000
1	<u>25,000</u>
	<u>1,000,000</u>

Average remaining lifetime losses for Portland residential loans held at 12/31/20X3  
by remaining expected term

6	2.00%
5	1.75%
4	1.50%
3	1.00%
2	0.80%
1	0.20%

ALL for residential loans:

Remaining expected term	/-----/ Balance	Portland area Factor	-----/ ALL	/-----/ Balance	Other Factor	-----/ ALL	Total ALL
6	400,000	2.00%	8,000	3,600,000	2.75%	99,000	107,000
5	300,000	1.75%	5,250	3,200,000	2.20%	70,400	75,650
4	125,000	1.50%	1,875	2,975,000	1.90%	56,525	58,400
3	100,000	1.00%	1,000	2,800,000	1.30%	36,400	37,400
2	50,000	0.80%	400	2,650,000	0.80%	21,200	21,600
1	<u>25,000</u>	0.20%	50	<u>3,775,000</u>	0.30%	11,325	<u>11,375</u>
	<u>1,000,000</u>			<u>19,000,000</u>			<u>311,425</u>