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because we have a granular portfolio, secured primarily by real estate collateral with readily ascertainable market values.

The shift away from CDs to transaction accounts further reduced our funding cost and improved our interest rate profile.

to maximize the value of each of their customers, to service these customers more broadly with a significant range of personalized products.

We are excited about how our vision of where we see the future banking model evolving, and how we are planning to transition toward that universal digital banking model over the next several years.

We will continue to slowly expand this business in Southern California and other strong markets.

The automation also frees up more time for our compliance staff to focus on more complex tasks.

A variety of what appears to be short seller funded attorneys and short seller funded investigators have continued to call and harass our former employees.

On the funding side, our total average deposit rate at the end of this quarter was 73 basis points, including the impact of non-interest-bearing.

around -- we estimated if prior years are similar to this year, which they seem

It would be -- not anything of any significance.

company wasn't doing as well as it could have been and had some negative income quarters and then it got paid off so.

Therefore, the company claims the safe harbor protection and forward-looking statements contained in the Private

We're actively pursuing opportunities to grow our warehouse lending business for new warehouse lines and request for existing customers to upsize their current lines.

The use of special purpose entities by the bank in this business is usual and customary in the industry and represents prudent practice.

Less than 5% of our multifamily book is in Texas, with most of these properties located in Dallas or Austin.

In order to maximize that individual customer's value, we see an opportunity to further differentiate our

value proposition in the next few years by commercializing our online banking prototype we've built of a highly flexible front-end online banking platform,

We believe that building systems, processes and partnerships that allow BofI to offer seamless user experience and multiple services through an integral software platform will further elevate and differentiate our competitive position.

As we continue to grow assets and enter new businesses, our compliance framework allows us to maintain strong regulatory compliance and efficiency, by streamlining our monitoring and reviewing processes in order to analyze and filter more data faster.

Although, we have good relationships with the vast majority of our ex-employees, it is possible and perhaps even anticipated, that other baseless lawsuits might be filed by the same or different attorney in what will be of futile attempt to pressure us.

That said, we have positioned the holding company to raise debt to fund capital for growth or to consider buybacks of our common stocks.

We actively monitor the value of the underlying collateral, and any piece of collateral that is nonperforming is removed from the borrowing base.

We continue to expand our software and service capabilities in order to create a better, more seamless user experience for deposit customers.

utilizing an App Store type concept that will allow us to customize the products and services displayed for different user segments and differentiate our user experience in a meaningful way.

This quarter, some of our increased costs reflected in our investments to build our next generation retail banking platform and become a more product-centric company that is a user experience leader in digital banking.

This will not change the bank's sound policy of terminating poor performing employees. BofI is not in the business of settling meritless lawsuits,

This is in addition to our past option of using an -- at the market offering to issue common equity.

of the quarter, just on the nature of the closings and how those deals went. So there's some benefit from an uptick perspective there.

so that's won't be recurring. But we will have some other expenses. So some of it was due to Block.

within the reserves that we set out from what data we have to date. Now that might change. We don't think it will, and we don't think if it did it would be anything of any materiality.

Our strong credit discipline and low loan-to-values have resulted in consistently low credit losses and

servicing costs.

Not only will this platform allow us to greatly enhance the customer and user experience, but will allow us to use advanced analytics to personalize and provide relevant advice on an ever broader scope of product that we are incubating.

Further, our data-driven compliance framework initiatives allow us to automate a number of compliance review functions that are more repetitive in nature, while simultaneously expanded the number of relevant transactions we access.

How much capital we issue, if any, in the next quarter and what form will depend on a variety of factors including long-term loan growth as well as external market conditions.

But I think that it's probably just best to stick with that guidance in the 3.80% to 4% range for that

As we had always guided, that there would be variable incremental expenses associated with the Block transaction.

that we guided to previously when we first announced the transaction. We don't feel that there's a need to update that number based on any information that we have seen to date.

those lines go up and down. But we really like that business. We think it's a very safe and strong asset class, and we have some