



Balance Sheets

(unaudited)

ASSETS	Sep 30, 2018	Sep 30, 2017
Cash & Cash Equivalents:		
Cash and Due From Banks	\$ 4,803,965	\$ 4,454,646
Excess Balance Account - Federal Reserve Bank	19,723,000	6,414,000
Total Cash and Cash Equivalents	<u>24,526,965</u>	<u>10,868,646</u>
Interest-Bearing Deposits in Banks	25,000,000	-
Investment Securities Available-for-Sale	14,567,883	13,061,473
Loans Held-for-Sale	2,409,750	-
Loans, net:		
Loans	248,668,758	234,468,100
Less: Allowance for Loan Losses	4,100,355	3,351,584
Total Loans, net	<u>244,568,403</u>	<u>231,116,516</u>
Bldg, Land, Leaseholds & Equipment, net	10,945,851	11,222,331
Accrued Interest Receivable	1,297,002	1,251,669
FHLB & PCBB Stock	852,700	800,900
Other Real Estate Owned	4,289,300	4,670,489
Deferred Tax Asset, net	1,920,000	3,365,000
Other Assets	1,198,154	668,245
TOTAL ASSETS	\$ 331,576,009	\$ 277,025,269
<u>LIABILITIES and STOCKHOLDERS' EQUITY</u>		
Deposits:		
Noninterest-Bearing	\$ 47,362,650	\$ 42,948,626
Interest-Bearing	244,543,250	196,558,228
Total Deposits	<u>291,905,900</u>	<u>239,506,854</u>
FHLB Advances and Other Borrowings	7,952,627	8,282,552
Accrued Interest Payable	296,763	143,841
Other Liabilities	1,211,453	1,345,017
TOTAL LIABILITIES	301,366,743	249,278,264
<u>STOCKHOLDERS' EQUITY</u>		
Common Stock, \$1 par value, 10,000,000 shares authorized	6,265,236	6,244,636
Additional Paid-in Capital	27,282,424	27,059,102
Accumulated Deficit	(2,954,393)	(5,494,393)
Accumulated Other Comprehensive Income (Loss)	(384,000)	(62,340)
TOTAL STOCKHOLDERS' EQUITY	30,209,267	27,747,005
TOTAL LIABILITIES & STOCKHOLDERS' EQUITY	\$ 331,576,009	\$ 277,025,269

Statements of Income

(unaudited)

	9 Months Ending Sep 30, 2018	9 Months Ending Sep 30, 2017	12 Months Ending Dec 31, 2017
<u>INTEREST AND FEE INCOME</u>			
Loans, Including Fees	\$ 9,919,559	\$ 7,865,403	\$ 11,022,558
Federal Reserve Bank and Interest-Bearing Deposits in Banks	657,336	71,494	99,070
Investment Securities	243,549	214,356	284,319
Dividends from FHLBank and Pacific Coast Bankers' Bank	26,766	10,071	14,625
Total Interest and Dividend Income	<u>10,847,210</u>	<u>8,161,324</u>	<u>11,420,572</u>
<u>INTEREST EXPENSE</u>			
Deposits	1,970,383	1,067,690	1,508,393
FHLB Advances and Other Borrowings	107,752	49,072	78,280
Total Interest Expense	<u>2,078,135</u>	<u>1,116,762</u>	<u>1,586,673</u>
Net Interest Income	8,769,075	7,044,562	9,833,899
Provision for Loan Losses	475,000	375,000	625,000
Net Interest Income After Provision for Loan Losses	8,294,075	6,669,562	9,208,899
<u>NONINTEREST INCOME</u>			
Service Fees and Other Income	585,544	364,661	547,536
Rental Income	368,788	179,476	301,661
Gain on Sale of Loans	1,572,902	1,622,034	2,007,965
(Loss) on Sale of Securities Available for Sale & other assets	(3,954)	(1,729)	(1,729)
Total Noninterest Income	<u>2,523,281</u>	<u>2,164,442</u>	<u>2,855,433</u>
<u>NONINTEREST EXPENSES</u>			
Salaries and Employee Benefits	3,598,299	3,224,584	4,344,799
Occupancy and Equipment	640,126	606,134	810,280
Data Processing	380,994	357,327	494,629
Advertising and business development	201,377	181,330	263,541
Professional and State Taxes	452,886	375,955	503,040
Regulatory assessments	190,200	158,920	191,753
Other real estate owned	458,865	137,578	155,582
Other	1,239,610	967,176	1,255,708
Total Noninterest Expenses	<u>7,162,357</u>	<u>6,009,004</u>	<u>8,019,332</u>
Net Income Before Provision for Income Taxes	3,655,000	2,825,000	4,045,000
Provision for Income Taxes	785,000	915,000	2,490,000
NET INCOME	\$ 2,870,000	\$ 1,910,000	\$ 1,555,000

This quarterly report contains forward-looking statements that are subject to risks and uncertainties. Such risks and uncertainties may include but are not necessarily limited to fluctuations in interest rates, inflation, government regulations, the ability to attract and retain customers and key employees, general economic conditions, and competition within the business areas in which Mountain Pacific is conducting its operations. Readers should not place undue reliance on the forward-looking statements, which reflect management's view only as of the date hereof. Mountain Pacific undertakes no obligation to publicly revise these forward-looking statements to reflect subsequent events or circumstances. This statement is included for the express purpose of the safe harbor provisions of the 1995 Private Securities Litigation Reform Act.