



**Balance Sheets**

(unaudited)

<u>ASSETS</u>	<u>Mar 31, 2019</u>	<u>Mar 31, 2018</u>
Cash & Cash Equivalents:		
Cash and Due From Banks	\$ 5,879,482	\$ 3,719,153
Excess Balance Account - Federal Reserve Bank	17,680,000	21,957,000
Total Cash and Cash Equivalents	<u>23,559,482</u>	<u>25,676,153</u>
Interest-Bearing Deposits in Banks	22,466,658	4,000,000
Investment Securities Available-for-Sale	15,168,108	11,992,099
Investment Securities Held-to-Maturity	1,006,394	-
Loans Held-for-Sale	-	1,050,000
Loans, net:		
Loans	249,624,359	239,547,790
Less: Allowance for Loan Losses	4,011,683	3,757,971
Total Loans, net	<u>245,612,677</u>	<u>235,789,819</u>
Bldg, Land, Leaseholds & Equipment, net	10,873,385	11,050,720
Accrued Interest Receivable	1,137,216	974,251
FHLB & PCBB Stock	856,500	779,300
Other Real Estate Owned	2,971,486	4,416,792
Deferred Tax Asset, net	1,760,000	1,900,000
Other Assets	1,288,738	791,485
<b>TOTAL ASSETS</b>	<b>\$ <u>326,700,642</u></b>	<b>\$ <u>298,420,619</u></b>
 <u>LIABILITIES and STOCKHOLDERS' EQUITY</u>		
Deposits:		
Noninterest-Bearing	\$ 49,600,286	\$ 44,488,338
Interest-Bearing	230,745,894	218,613,344
Total Deposits	<u>280,346,181</u>	<u>263,101,682</u>
FHLB Advances and Other Borrowings	6,783,366	6,119,016
Accrued Interest Payable	332,075	190,206
Other Liabilities	1,120,318	975,989
<b>TOTAL LIABILITIES</b>	<b><u>288,581,940</u></b>	<b><u>270,386,893</u></b>
<u>STOCKHOLDERS' EQUITY</u>		
Common Stock, \$1 par value, 10,000,000 shares authorized	6,339,366	6,264,236
Additional Paid-in Capital	32,537,730	27,151,623
Accumulated Deficit	(649,393)	(5,099,393)
Accumulated Other Comprehensive Income (Loss)	(109,000)	(282,740)
<b>TOTAL STOCKHOLDERS' EQUITY</b>	<b><u>38,118,703</u></b>	<b><u>28,033,726</u></b>
<b>TOTAL LIABILITIES &amp; STOCKHOLDERS' EQUITY</b>	<b>\$ <u>326,700,642</u></b>	<b>\$ <u>298,420,619</u></b>

**Statements of Income**

(unaudited)

	<u>3 Months Ending Mar 31, 2019</u>	<u>3 Months Ending Mar 31, 2018</u>	<u>12 Months Ending Dec 31, 2018</u>
<u>INTEREST AND FEE INCOME</u>			
Loans, Including Fees	\$ 3,699,544	\$ 3,118,144	\$ 13,607,876
Federal Reserve Bank and Interest-Bearing Deposits in Banks	211,316	59,745	908,285
Investment Securities	113,773	70,776	346,157
Dividends from FHLBank and Pacific Coast Bankers' Bank	12,320	10,265	34,423
Total Interest and Dividend Income	<u>4,036,953</u>	<u>3,258,930</u>	<u>14,896,741</u>
<u>INTEREST EXPENSE</u>			
Deposits	831,504	473,389	2,795,595
FHLB Advances and Other Borrowings	45,576	24,225	156,438
Total Interest Expense	<u>877,080</u>	<u>497,614</u>	<u>2,952,033</u>
<b>Net Interest Income</b>	<u>3,159,873</u>	<u>2,761,316</u>	<u>11,944,708</u>
<b>Provision for Loan Losses</b>	<u>150,000</u>	<u>150,000</u>	<u>625,000</u>
<b>Net Interest Income After Provision for Loan Losses</b>	<u>3,009,873</u>	<u>2,611,316</u>	<u>11,319,708</u>
<u>NONINTEREST INCOME</u>			
Service Fees and Other Income	224,952	186,217	837,723
Rental Income	119,210	120,300	489,579
Gain on Sale of Loans	-	138,261	2,198,986
(Loss) on Sale of Securities Available for Sale & other assets	-	-	(3,954)
Total Noninterest Income	<u>344,162.09</u>	<u>444,778</u>	<u>3,522,334</u>
<u>NONINTEREST EXPENSES</u>			
Salaries and Employee Benefits	1,294,684	1,141,971	4,773,694
Occupancy and Equipment	190,118	200,287	834,257
Data Processing	139,425	122,000	530,145
Advertising and business development	77,160	65,489	275,739
Professional and State Taxes	166,011	146,583	618,757
Regulatory assessments	55,000	66,400	281,600
Other real estate owned	77,611	109,694	547,808
Other	214,026	283,670	1,585,042
Total Noninterest Expenses	<u>2,214,035</u>	<u>2,136,094</u>	<u>9,447,042</u>
<b>Net Income Before Provision for Income Taxes</b>	<u>1,140,000</u>	<u>920,000</u>	<u>5,395,000</u>
<b>Provision for Income Taxes</b>	<u>210,000</u>	<u>195,000</u>	<u>1,150,000</u>
<b>NET INCOME</b>	<b>\$ <u>930,000</u></b>	<b>\$ <u>725,000</u></b>	<b>\$ <u>4,245,000</u></b>

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.