



Mountain Pacific Bancorp, Inc., and Subsidiaries

| Consolidated Balance Sheets                         |                             |                           | Consolidated Statements of Income   |  |  |   |
|---|-----------------------------|---------------------------|---|--|--|---|
|   | (Unaudited)<br>Jun 30, 2023 | (Audited)<br>Dec 31, 2022 |   | (Unaudited)<br>6 Months Ending<br>Jun 30, 2023 | (Unaudited)<br>6 Months Ending<br>Jun 30, 2022 | (Audited)<br>12 Months Ending<br>Dec 31, 2022 |
| <b>ASSETS</b>                                       |                             |                           | <b>INTEREST AND FEE INCOME</b>  |  |  |   |
| Cash and Due From Banks                             | \$ 5,462,901                | \$ 6,965,943              | Loans, Including Fees   | \$ 15,260,869                                  | \$ 11,308,384                                  | \$ 24,408,969                                 |
| Excess Balance Account - Federal Reserve Bank       | 8,229,000                   | 47,449,274                | Federal Funds sold and excess balance account - Federal Reserve Bank and Interest-Bearing Deposits in Banks | 729,816  | 227,222  | 1,096,947                                     |
| Total Cash and Cash Equivalents                     | 13,691,901                  | 54,415,217                | Investment Securities   | 275,316  | 152,725  | 314,182                                       |
| Interest-Bearing Deposits in Banks                  | 10,000,000                  | 10,000,000                | Dividends from FHLB and PCBB Stock  | 17,469   | 40,305   | 54,913  |
| Investment Securities Available-for-Sale            | 17,628,090                  | 15,686,352                | Total Interest and Dividend Income  | 16,283,469                                     | 11,728,635                                     | 25,875,011                                    |
| Investment Securities Held-to-Maturity              | 6,186,309                   | 1,001,549                 | <b>INTEREST EXPENSE</b>   |  |  |   |
| Loans Held-for-Sale                                 | 664,500                     | 4,320,000                 | Deposits  | 2,737,982                                      | 890,616  | 2,214,839                                     |
| Loans   | 537,854,513                 | 469,284,201               | Borrowings  | 741,625  | 128,021  | 129,264                                       |
| Less: Allowance for Loan Losses                     | 9,665,878                   | 9,721,837                 | Subordinated Notes  | 368,750  | 368,750  | 737,500                                       |
| Total Loans, net                                    | 528,188,635                 | 459,562,363               | Total Interest Expense  | 3,848,358                                      | 1,387,387                                      | 3,081,603                                     |
| Premises & Equipment, net                           | 10,196,871                  | 10,223,067                | <b>Net Interest Income</b>  | 12,435,111                                     | 10,341,248                                     | 22,793,408                                    |
| Right of Use (ROU) Asset                            | 1,439,094                   | 1,581,871                 | <b>Provision for Loan Losses</b>  | 754,064  | 950,000  | 1,750,000                                     |
| Accrued Interest Receivable                         | 2,629,974                   | 1,686,470                 | <b>Net Interest Income After Provision for Loan Losses</b>  | 11,681,047                                     | 9,391,248                                      | 21,043,408                                    |
| FHLB & PCBB Stock                                   | 4,261,300                   | 925,100                   | <b>NON-INTEREST INCOME</b>  |  |  |   |
| Other Real Estate Owned, net                        | 171,630                     | -                         | Service Fees  | 974,997  | 926,485  | 1,849,758                                     |
| Deferred Tax Asset, net                             | 3,003,501                   | 3,326,502                 | Insurance Income  | 62,577   | 19,954   | 79,057  |
| Prepaid Expenses and Other Assets                   | 1,399,343                   | 1,655,314                 | Rental Income   | 196,426  | 178,784  | 386,922                                       |
| <b>TOTAL ASSETS</b>                                 | <b>\$ 599,461,149</b>       | <b>\$ 564,383,805</b>     | Gain on Sale of Investment Securities Available-for-Sale  | -  | -  | -   |
| <b>LIABILITIES and STOCKHOLDERS' EQUITY</b>         |                             |                           | Gain on Sale of OREO, net   | -  | -  | -   |
| Noninterest-Bearing                                 | \$ 116,212,264              | \$ 136,647,818            | Gain on Sale of Loans, net  | 726,782  | 160,778  | 1,309,641                                     |
| Interest-Bearing                                    | 320,711,715                 | 354,101,030               | Total Noninterest Income  | 1,960,782                                      | 1,286,002                                      | 3,625,378                                     |
| Total Deposits                                      | 436,923,979                 | 490,748,848               | <b>NON-INTEREST EXPENSES</b>  |  |  |   |
| Borrowings  | 85,000,000                  | -                         | Salaries and Employee Benefits  | 5,182,005                                      | 4,583,589                                      | 9,286,154                                     |
| Subordinated Notes                                  | 12,500,000                  | 12,500,000                | Occupancy and Equipment   | 638,133  | 559,622  | 1,100,720                                     |
| Accrued Interest Payable                            | 730,546                     | 244,772                   | Data Processing   | 405,586  | 340,445  | 699,387                                       |
| Lease Liabilities                                   | 1,705,499                   | 1,858,410                 | Advertising and Business Development  | 194,003  | 157,085  | 344,640                                       |
| Other Liabilities                                   | 1,827,841                   | 2,668,367                 | Professional Fees and State Taxes   | 538,345  | 444,074  | 926,239                                       |
| <b>TOTAL LIABILITIES</b>                            | <b>538,687,865</b>          | <b>508,020,397</b>        | Regulatory Assessments  | 120,674  | 340,245  | 476,719                                       |
| <b>STOCKHOLDERS' EQUITY</b>                         |                             |                           | Other Real Estate Owned, net  | 120,377  | -  | -   |
| Common Stock, \$1 par value                         | 6,729,491                   | 6,695,766                 | Other   | 1,855,706                                      | 1,122,188                                      | 2,199,927                                     |
| Additional Paid in Capital                          | 30,454,216                  | 30,233,943                | Total Noninterest Expenses  | 9,054,829                                      | 7,547,249                                      | 15,033,786                                    |
| Retained Earnings                                   | 25,545,578                  | 21,252,699                | <b>Net Income Before Provision for Income Taxes</b>   | 4,587,000                                      | 3,130,000                                      | 9,635,000                                     |
| Accumulated Other Comprehensive Income (Loss)       | (1,956,000)                 | (1,819,000)               | <b>Provision for Income Taxes</b>   | 957,000  | 690,000  | 2,020,000                                     |
| <b>TOTAL STOCKHOLDERS' EQUITY</b>                   | <b>60,773,284</b>           | <b>56,363,408</b>         | <b>NET INCOME</b>   | <b>\$ 3,630,000</b>                            | <b>\$ 2,440,000</b>                            | <b>\$ 7,615,000</b>                           |
| <b>TOTAL LIABILITIES &amp; STOCKHOLDERS' EQUITY</b> | <b>\$ 599,461,149</b>       | <b>\$ 564,383,805</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.