



Balance Sheets

(unaudited)

ASSETS	Jun 30, 2017	Jun 30, 2016
Cash & Cash Equivalents:		
Cash and Due From Banks	\$ 4,443,354	\$ 4,165,110
Excess Balance Account - Federal Reserve Bank	3,298,000	228,000
Total Cash and Cash Equivalents	<u>7,741,354</u>	<u>4,393,110</u>
Interest-Bearing Deposits in Banks	-	-
Investment Securities Available-for-Sale	13,535,118	10,707,404
Investment Securities Held-to-Maturity	-	-
Loans Held-for-Sale	2,317,000	-
Loans, net:		
Loans	215,985,340	175,503,391
Less: Allowance for Loan Losses	3,195,351	2,740,249
Total Loans, net	<u>212,789,989</u>	<u>172,763,142</u>
Bldg, Land, Leaseholds & Equipment, net	11,346,615	539,370
Accrued Interest Receivable	1,174,756	1,102,325
FHLB & PCBB Stock	824,100	543,200
Other Real Estate Owned	4,828,424	5,142,009
Deferred Tax Asset, net	3,350,000	3,345,000
Other Assets	451,261	365,580
TOTAL ASSETS	\$ 258,358,617	\$ 198,901,140
LIABILITIES and STOCKHOLDERS' EQUITY		
Deposits:		
Noninterest-Bearing	\$ 36,012,829	\$ 31,313,597
Interest-Bearing	185,762,596	138,562,168
Total Deposits	<u>221,775,425</u>	<u>169,875,765</u>
FHLB Advances and Other Borrowings	8,863,256	3,000,000
Accrued Interest Payable	116,591	69,388
Other Liabilities	911,222	719,460
TOTAL LIABILITIES	231,666,494	173,664,613
STOCKHOLDERS' EQUITY		
Common Stock, \$1 par value, 10,000,000 shares authorized	6,240,536	6,230,951
Additional Paid-in Capital	27,006,320	26,862,369
Accumulated Deficit	(6,509,393)	(7,914,393)
Accumulated Other Comprehensive Income (Loss)	(45,340)	57,600
TOTAL STOCKHOLDERS' EQUITY	26,692,123	25,236,527
TOTAL LIABILITIES & STOCKHOLDERS' EQUITY	\$ 258,358,617	\$ 198,901,140

Statements of Income

(unaudited)

	6 Months Ending Jun 30, 2017	6 Months Ending Jun 30, 2016	12 Months Ending Dec 31, 2016
INTEREST AND FEE INCOME			
Loans, Including Fees	\$ 4,966,776	\$ 4,019,763	\$ 8,588,871
Federal Reserve Bank and Interest-Bearing Deposits in Banks	52,120	22,574	41,878
Investment Securities	143,137	95,974	190,595
Dividends from FHLBank and Pacific Coast Bankers' Bank	7,587	8,908	19,517
Total Interest and Dividend Income	<u>5,169,620</u>	<u>4,147,219</u>	<u>8,840,861</u>
INTEREST EXPENSE			
Deposits	663,976	396,230	874,645
FHLB Advances and Other Borrowings	20,140	15,734	29,225
Total Interest Expense	<u>684,116</u>	<u>411,964</u>	<u>903,870</u>
Net Interest Income	4,485,504	3,735,255	7,936,991
Provision for Loan Losses	225,000	200,000	400,000
Net Interest Income After Provision for Loan Losses	4,260,504	3,535,255	7,536,991
NONINTEREST INCOME			
Service Fees and Other Income	290,051	186,485	382,731
Gain on Sale of Loans	357,229	-	54,436
Gain (Loss) on Sale of Securities Available for Sale	(1,729)	26,299	27,624
Total Noninterest Income	<u>645,551</u>	<u>212,784</u>	<u>464,791</u>
NONINTEREST EXPENSES			
Salaries and Employee Benefits	2,171,527	1,833,218	3,710,667
Occupancy and Equipment	346,814	480,523	933,182
Data Processing	230,981	207,028	430,695
Advertising and business development	124,249	110,874	248,745
Professional and State Taxes	238,569	223,775	446,886
Regulatory assessments	97,020	114,900	225,450
Other real estate owned	85,352	59,926	155,560
Other	406,543	237,795	480,597
Total Noninterest Expenses	<u>3,701,055</u>	<u>3,268,039</u>	<u>6,631,782</u>
Net Income Before Provision for Income Taxes	1,205,000	480,000	1,370,000
Provision for Income Taxes	310,000	150,000	530,000
NET INCOME	\$ 895,000	\$ 330,000	\$ 840,000

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.