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### **SUMMIT BANK REPORTS 1<sup>ST</sup> QUARTER EARNINGS**

April 19, 2016, Eugene, OR – (OTCBB: SBKO) Summit Bank reported net income for the first quarter of \$580 thousand or 24 cents per fully diluted share. Comparable earnings for the first quarter before the impact of startup expenses associated with the Bank’s Central Oregon office in Bend were \$648 thousand or 27 cents per share, a slight increase per share over Q1 2015 earnings of \$569 thousand or 26 cents per fully diluted share. Total net interest and non-interest income for the first quarter increased from \$2.5 million in 2015 to \$3.0 in 2016, an increase of 17.1%. Fully diluted earnings per share for the trailing four quarters totaled \$1.19.

“We are pleased to report a modest increase in net income for Q1 this year compare to 2015,” said Craig Wanichek, president and CEO. “Our higher net interest income was offset by higher than normal loan write-offs in our equipment lending portfolio and the investment in the start-up of our Central Oregon Office. Our ROE of 10.40% remains strong relative to other banks in the region.”

The Bank continues to experience significant growth in its loan and deposit portfolios. Total net loans as of March 31, 2016, were \$192.5 million, representing a 26.9% increase over the first quarter 2015 total of \$151.7 million. Total deposits increased by \$49.3 million or 29.2% over the previous year.

“We are pleased to report growth of loans by 27% from last year,” said Wanichek. “This increase is building a solid foundation for growing our earnings. Likewise, to generate growth in deposits of 29% is reflective of the strength in our clients and bringing on new business during the quarter.”

Solid earnings over the last four quarters, combined with a successful capital offering during 2015 have allowed Summit to increase its already strong levels of regulatory capital simultaneously with strong loan and deposit growth. Total shareholders’ equity at March 31, 2016, was \$22.4 million, compared to the Bank’s \$17.6 million total as of March 31, 2015.

“Our cash and securities portfolio of \$42 million is larger than it has ever been,” said Scott Goldstein, CFO. “Our capital has also grown 27% from last year at this time. At the same time, our non-performing assets have remained stable at 0.4% of total assets.”

Headquartered in Eugene at 96 E. Broadway, the Bank specializes in providing high-level service to professionals and medium-sized businesses and their owners. Summit Bank is quoted on the NASDAQ Over-the-Counter Bulletin Board as SBKO.

END

## QUARTERLY FINANCIAL REPORT – MARCH 2016

(in thousands except per share data)

	Unaudited As of Mar. 31, 2016	Unaudited As of Mar. 31, 2015
<b>Summary Statements of Condition</b>		
Cash and short term investments	\$ 35,404	\$ 24,575
Securities	6,591	6,325
Loans:		
Commercial	61,977	54,886
Commercial real estate	109,450	83,404
Other	24,444	16,334
Loan loss reserve and unearned income	(3,418)	(2,910)
Total net loans	<u>192,453</u>	<u>151,714</u>
Property and other assets	10,059	7,780
Repossessed property	1,056	738
Total assets	<u>\$ 245,563</u>	<u>\$ 191,133</u>
Deposits:		
Noninterest-bearing demand	\$ 65,117	\$ 48,461
Interest-bearing demand	129,309	106,710
Certificates of deposit	23,664	13,593
Total deposits	<u>218,090</u>	<u>168,764</u>
Other liabilities	5,104	4,775
Shareholders' equity	22,369	17,593
Total liabilities and shareholders' equity	<u>\$ 245,563</u>	<u>\$ 191,133</u>
Book value per share	\$ 9.56	\$ 7.99
	Unaudited	Unaudited
	For the three months ending Mar. 31, 2016	For the three months ending Mar. 31, 2015
<b>Summary Statements of Income</b>		
Interest income	\$ 2,909	\$ 2,378
Interest expense	(96)	(65)
Net interest income	<u>2,813</u>	<u>2,313</u>
Provision for loan losses	(271)	(226)
Noninterest income	155	222
Noninterest expense	(1,802)	(1,397)
Net income before income taxes	<u>894</u>	<u>912</u>
Provision for income taxes	(315)	(343)
Net income	<u>\$ 580</u>	<u>\$ 569</u>
Net income per share, basic	\$ 0.25	\$ 0.26
Net income per share, fully diluted	\$ 0.24	\$ 0.26