



Dear Friends and Shareholders,

October 27, 2015

We are pleased to share with you our third quarter of 2015 financial results and bring you up to date regarding other exciting Suncrest Bank news.

We finished the third quarter with record assets totaling **\$218 million**, a year over year increase of **\$37 million** or **20%**. Our loan portfolio equaled **\$149 million** versus **\$119 million** at the end of the third quarter of 2014. This is an increase of **\$30 million** or **25%**. Our total deposits reached grew by **17%** during the same year over year period, totaling **\$187 million** at September 31, 2015.

Our third quarter 2015 pretax net income was **\$488,473** versus **\$319,471** from quarter three of 2014. This is an increase of **\$169,002** or **53%**. Our 2015 year-to-date pretax earnings were **\$1,179,512** versus **\$490,184** for the first nine months of 2014, an outstanding increase of **\$689,328**, or **141%**.

We are growing our bank at a healthy and managed pace. The results of this growth, coupled with the opportunity to own our Visalia administration office and branch facility, led us to the decision to purchase the former CitiBank building on the southwest corner of Main and West Streets in downtown Visalia (501 W. Main Street). We are developing plans to convert this building into a unique banking concept that will be an innovative mix of high-tech together with that same personal touch our customers have come to expect and love from our Visalia branch team. We will then have our administration staff and Visalia Branch both housed in one company owned facility, resulting in substantial financial operating savings. We will keep you informed as we progress towards the completion of the project.

Our acquisition of Sutter Community Bank is nearing completion and we expect that Suncrest Bank Yuba City, and our fourth location, should be open prior to the start of 2016.

We would like to again thank you for your investment, business and continued support. Remember our doors are open for you, and we appreciate your business, comments and help.

Sincerely,

Bill Benneyan, Chairman

Ciaran McMullan, President & CEO

This letter includes forward-looking information, which is subject to the "safe harbor" created by Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act and the Private Securities Litigation Reform Act of 1995. When the Bank uses or incorporates by reference in this letter the words "anticipate," "estimate," "expect," "project," "intend," "commit," "believe" and similar expressions, the Company intends to identify forward-looking statements. Our actual results may differ materially from those projected in any forward-looking statements, as they will depend on many factors about which we are unsure, including many factors which are beyond our control.

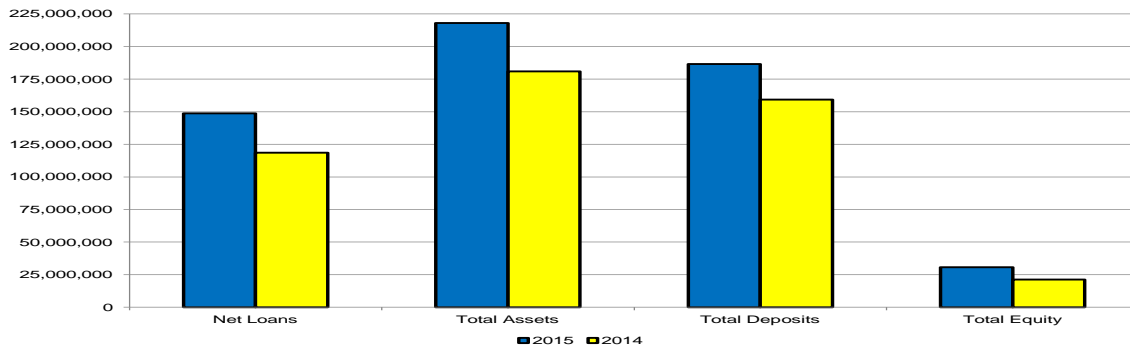
Balance Sheet

Combined Bank
(Unaudited)

	Actual Sep 2015	Actual Sep 2014	\$ Change
Assets			
Cash and due from banks	2,976,351	3,308,060	(331,709)
Fed funds sold & repos	14,412,000	15,423,000	(1,011,000)
Investment Securities	48,208,949	39,411,255	8,797,694
Loans, net of unearned income	148,683,293	118,605,919	30,077,374
Less: Allowance for loan losses	(2,081,566)	(1,593,381)	(488,185)
Premises and equipment, net	2,698,594	636,871	2,061,723
Accrued interest receivable	751,479	596,993	154,486
Other assets	2,387,041	4,518,002	(2,130,961)
Total Assets	218,036,141	180,906,719	37,129,422
Liabilities			
Non-Interest Bearing Deposits	58,459,773	48,370,702	10,089,071
Interest bearing demand deposits	16,129,371	9,462,109	6,667,262
Savings and Money Market Deposits	71,344,130	58,742,040	12,602,090
Time Deposits - Retail	40,763,595	42,730,371	(1,966,776)
Total Deposits	186,696,869	159,305,222	27,391,647
Federal Funds Purchased	-	-	-
Accrued expenses and other liabilities	570,041	350,960	219,081
Total Liabilities	187,266,910	159,656,182	27,610,728
Equity			
Common stock	32,133,924	23,738,918	8,395,006
Capital surplus	1,749,677	1,580,666	169,011
Retained earnings	(3,851,640)	(4,247,207)	395,567
Accumulated other comprehensive income (loss)	94,058	(82,070)	176,128
Net Income	643,212	260,230	382,982
Total Equity	30,769,231	21,250,536	9,518,694
Total Liabilities & Equity	218,036,141	180,906,719	37,129,422

Balance Sheet Comparisons

As of September 30, 2015 (unaudited)



Income Statement

Combined Bank
(Unaudited)

	YTD Actual Sep 2015	YTD Actual Sep 2014	\$ Change
Interest Income			
Interest on Loans	5,618,571	4,130,290	1,488,281
Fees on Loans	262,658	186,614	76,044
Interest on federal funds sold	23,705	29,186	(5,481)
Interest on deposits with banks	35	36	(1)
Investment Securities - Taxable	579,669	294,120	285,549
Total Interest Income	6,484,638	4,640,246	1,844,392
Interest Expense			
Interest bearing demand deposits	15,986	7,968	8,017
Savings and Money Market Deposits	85,038	118,228	(33,190)
Time Deposits - Retail	168,561	204,102	(35,541)
Interest on other borrowings	5	6	(1)
Total Interest Expense	269,590	330,304	(60,714)
Net Interest Income	6,215,048	4,309,942	1,905,106
Provision for loan losses	358,275	176,000	182,275
Net Int. Inc. After Prov. for Loan Losses	5,856,773	4,133,942	1,722,831
Non Interest Income			
Service charges and fees	109,492	72,884	36,608
Other noninterest income	82,925	242,413	(159,488)
Total Non Interest Income	192,417	315,297	(122,880)
Non Interest Expense			
Salaries and employee benefits	2,747,233	2,273,438	473,795
Occupancy	630,638	595,322	35,316
Other noninterest expense	1,491,808	1,090,294	401,514
Total Non Interest Expense	4,869,679	3,959,054	910,625
Income Before Taxes			
Income Before Taxes	1,179,511	490,185	689,326
Income taxes	536,300	229,954	306,346
Net Income	643,211	260,231	382,980

Income Statement Comparisons

Year-to-Date through September 30, 2015 (unaudited)

