



Dear Friends and Shareholders,

October 29th, 2014

We are very pleased to report that your Suncrest Bank Team has had a highly productive summer. We reached **\$180.9 Million** in assets at September 30th, which is an outstanding **47% increase** over the same period last year, and a **12.6% increase** over last quarter's total. It is also a new record for the Bank. Our Loans totaled **\$118.6 Million** with deposits equaling **\$159.3 Million** at September 30th. These were increases of **45.1%** and **50.2%** over the prior year's corresponding periods, and also represent record results.

We also enjoyed another profitable operating quarter this summer, our twelfth in a row, with our third quarter profit equaling **\$176,271** on an after tax basis. This result is entirely in line with our Financial Year 2014 budget, and year-to-date after tax profits stood at **\$260,230** as at quarter end.

Our record results are directly attributable to the customer service efforts of all our staff and in particular our market teams in Visalia, led by Market President **Nathan Halls**, and Porterville, led by Market President, **Dustin Della**.

This quarter also saw the addition of our new mobile banking system, which allows our customers to check balances, make transfers and even deposit checks all from their smartphone or tablet. If you have not downloaded the Suncrest Mobile banking App yet, we would encourage you to do so either via the **Apple App Store** or the **Google Play Store**. You will love the convenience it provides, and how easy it is to use.

The investments made in 2014 in people, products and technology are helping us to build significant momentum as we finish the year and transition into 2015, and we look forward to further record breaking results as we grow!

In closing, we appreciate all you do for us to make our Bank a success. Your continued patronage is the backbone of our success. Thank you, and we look forward to seeing you again soon.

Sincerely,



Bill Benneyan, Chairman

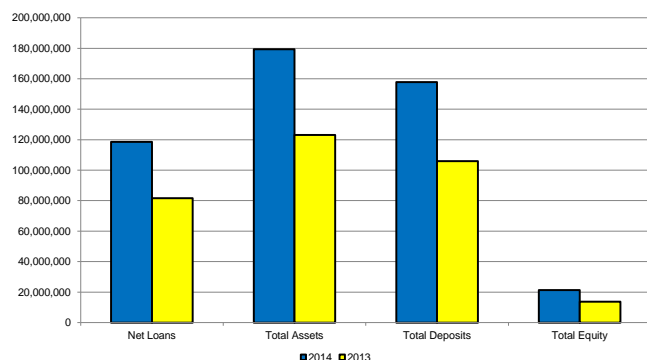


Ciaran McMullan, President & CEO

Balance Sheet Combined Bank (Unaudited)				Income Statement Combined Bank (Unaudited)			
	Actual Sep 2014	Actual Sep 2013	\$ Change		YTD Actual Sep 2014	YTD Actual Sep 2013	\$ Change
Assets				Interest Income			
Cash and due from banks	3,308,060	2,124,628	1,183,432	Interest on Loans	4,130,290	3,645,777	484,513
Fed funds sold & repos	15,423,000	25,515,000	(10,092,000)	Fees on Loans	186,614	103,840	82,774
Investment Securities	39,411,255	13,796,666	25,614,589	Interest on federal funds sold	29,186	10,643	18,543
Loans, net of unearned income	118,605,919	81,657,993	36,947,926	Interest on deposits with banks	36	16	20
Less: Allowance for loan losses	(1,593,381)	(1,408,381)	(185,000)	Investment Securities - Taxable	294,120	103,352	190,768
Premises and equipment, net	636,871	733,019	(96,148)	Total Interest Income	4,640,246	3,863,628	776,618
Accrued interest receivable	596,993	442,308	154,685	Interest Expense			
Other assets	4,518,002	206,708	4,311,294	Interest bearing demand deposits	7,968	6,947	1,021
Total Assets	180,906,719	123,067,941	57,838,778	Savings and Money Market	118,228	128,085	(9,857)
Liabilities				Time Deposits - Retail	204,102	152,413	51,689
Non-Interest Bearing Deposits	48,370,702	30,455,654	17,915,048	Interest on other borrowings	6	711	(705)
Interest bearing demand	9,462,109	6,027,687	3,434,422	Total Interest Expense	330,304	288,156	42,148
Savings and Money Market	58,742,040	42,228,388	16,513,652	Net Interest Income	4,309,942	3,575,472	734,470
Time Deposits - Retail	42,730,371	27,279,913	15,450,458	Provision for loan losses	176,000	36,000	140,000
Total Deposits	159,305,222	105,991,642	53,313,580	Net Int. Inc. After Prov. for Loan Losses	4,133,942	3,539,472	594,470
Federal Funds Purchased	-	3,000,000	(3,000,000)	Non Interest Income			
Accrued expenses and other liabilities	350,960	302,272	48,688	Service charges and fees	72,884	54,142	18,742
Total Liabilities	159,656,182	109,293,914	50,362,268	Other noninterest income	242,412	133,871	108,541
Equity				Total Non Interest Income	315,296	188,013	127,283
Common stock	23,738,918	19,146,645	4,592,273	Non Interest Expense			
Capital surplus	1,580,666	1,495,760	84,906	Salaries and employee benefits	2,273,438	1,674,526	598,912
Retained earnings	(4,247,207)	(7,440,743)	3,193,536	Occupancy	595,322	563,260	32,062
Accumulated other comprehensive income (loss)	(82,070)	(89,865)	7,795	Other noninterest expense	1,090,294	812,469	277,825
Net Income	260,230	662,230	(402,000)	Total Non Interest Expense	3,959,054	3,050,255	908,799
Total Equity	21,250,537	13,774,027	7,476,510	Income Before Taxes	490,184	677,230	(187,046)
Total Liabilities & Equity	180,906,719	123,067,941	57,838,778	Income taxes	229,954	15,000	214,954
				Net Income	260,230	662,230	402,000

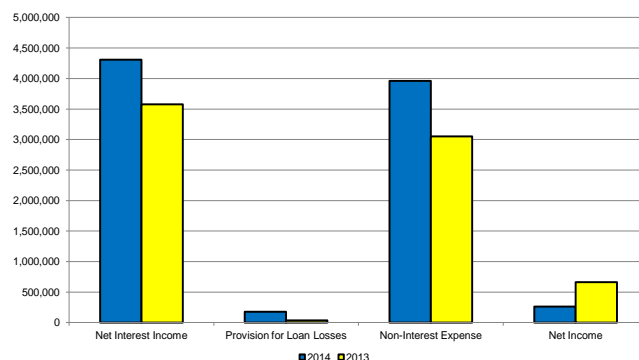
Balance Sheet Comparisons

As of September 30, 2014 (unaudited)



Income Statement Comparisons

Year-to-Date through September 30, 2014 (unaudited)



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.