



## PRESS RELEASE

**Contact: Frank Di Tomaso**  
**Chairman of the Board of Directors and**  
**Chief Executive Officer**  
**(661) 362-6000**

*For Immediate Release*

### **Bank of Santa Clarita Announces Record Profitability**

SANTA CLARITA, CALIFORNIA – July 23, 2015. Bank of Santa Clarita (BSCA) today announced record profitability for the first half of 2015 as it earned \$658,000, which is the best two-quarter performance in the Bank's history, exceeding the net income reported in the first half of 2014 by more than 18%. The Bank reported that its loans totaled \$173.0 million at June 30, 2015, a growth of \$7.9 million or 5% in the first half of 2015. In addition, the Bank saw an increase in total deposits from \$179.9 million to \$183.6 million, which included an increase of \$6.8 million or 12.1% in noninterest-bearing balances. Finally, the Bank continues to experience very good credit quality in its loan portfolio, as nonaccrual loans as of quarter-end totaled approximately \$255,000, or less than 0.15% of total loans.

"We are very pleased with our second quarter operating results, as the Bank posted a continuing upward trend in net earnings. Additionally, we remain intensely focused on growing loans and core deposits to increase net interest income," stated Frank Di Tomaso, Chairman and Chief Executive Officer. He continued, "As we look ahead, our priorities remain focused on strengthening our core business lines, efficiently growing revenues and managing operating costs, meeting regulatory requirements, and producing improving returns for our shareholders."

At June 30, 2015, shareholders' equity totaled \$24.8 million and the Bank's total capital ratio was 13.97%, exceeding the "well-capitalized" level of 10% which is prescribed in the applicable capital regulations. The Bank also continues to maintain substantial liquidity positions, retaining significant balances of liquidity on its balance sheet as well as readily available collateralized borrowings and other potential sources of liquidity.

Founded in October 2004, Bank of Santa Clarita is the only full service commercial bank headquartered in the Santa Clarita Valley and is focused on the needs of the community and its businesses. We promote face-to-face interaction with our clients, which in turn leads to deeper relationships overall. The Bank provides local, experienced decision-making and the personalized service that growing businesses need on a daily basis. Bank clients have direct access to executive management and professional staff members to address their credit requirements from commercial lines of credit to SBA loans to commercial real estate and other commercial loans, and also technology-based services that include online bill-paying, remote capture depositing, check imaging and initiating online wire transfers, among other cash management facilities.

We are proud of the fact that Bank of Santa Clarita has served the Santa Clarita Valley's residents, including individuals, small businesses and non-profit organizations, for more than ten years, and we cherish the relationships we've made with many of our neighbors, and invite any of those in the community who do not yet know us well to visit us, and together we can continue to build an even more vibrant community.

Bank of Santa Clarita, Corporate Headquarters  
23780 Magic Mountain Parkway  
Santa Clarita, California 91355  
(661) 362-6000  
[www.bankofsantaclarita.com](http://www.bankofsantaclarita.com)

#### **FORWARD LOOKING STATEMENTS**

Certain matters discussed in this release constitute forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. These forward-looking statements relate to the Bank's current expectations regarding deposit and loan growth, operating results and the strength of the local economy. These forward-looking statements are subject to certain risks and uncertainties that could cause the actual results, performance or achievements to differ materially from those expressed, suggested or implied by the forward-looking statements. These risks and uncertainties include, but are not limited to: the impact of changes in interest rates, a decline in economic conditions and increased competition among financial service providers as these factors may impact the Bank's operating results, its ability to attract deposit and loan customers, the quality of the Bank's earning assets and government regulation. The Bank does not undertake, and specifically disclaims, any obligation to update any forward-looking statements to reflect occurrences or unanticipated events or circumstances after the date of such statements.

# BANK OF SANTA CLARITA

## BALANCE SHEETS

*Unaudited*

	<u>June 30,</u> <u>2015</u>	<u>December 31,</u> <u>2014</u>
	<i>(In thousands)</i>	
<b>ASSETS</b>		
Cash and Due From Banks	\$ 7,148	\$ 3,365
Interest Bearing Deposits at Other Financial Institutions	40,166	39,080
Federal Funds Sold	3,000	3,000
Investment Securities	27,559	29,415
Loans, Net	173,023	165,169
Other Assets	19,390	20,996
<b>Total Assets</b>	<u><u>\$ 270,286</u></u>	<u><u>\$ 261,025</u></u>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Deposits		
Interest-Bearing		
Money Market, Savings and Demand	\$ 72,695	\$ 72,745
Time	48,080	51,086
Total Interest-Bearing	120,775	123,831
Noninterest-Bearing	62,813	56,054
Total	183,588	179,885
Borrowings	60,000	55,000
Other Liabilities	1,897	2,122
Total Liabilities	245,485	237,007
Stockholders' Equity	24,801	24,018
<b>Total Liabilities &amp; Stockholders' Equity</b>	<u><u>\$ 270,286</u></u>	<u><u>\$ 261,025</u></u>

## STATEMENTS OF EARNINGS

*Unaudited*

	For the Three Months Ended June 30,		For the Six Months Ended June 30,	
	2015	2014	2015	2014
	<i>(In thousands except per share amounts)</i>			
<b>Interest Income</b>				
Loans	\$ 1,944	\$ 1,990	\$ 3,985	\$ 3,964
Interest Bearing Deposits at Other Financial Institutions	48	41	93	78
Investment Securities	100	201	219	432
Federal Funds Sold	2	1	4	1
<b>Total Interest Income</b>	<b>2,094</b>	<b>2,233</b>	<b>4,301</b>	<b>4,475</b>
<b>Interest Expense</b>				
Interest Bearing Demand Deposits	10	9	19	19
Money Market and Savings Deposits	71	66	144	134
Time Deposits	166	195	336	400
Borrowings	72	126	175	238
<b>Total Interest Expense</b>	<b>319</b>	<b>396</b>	<b>674</b>	<b>791</b>
<b>Net Interest Income</b>	<b>1,775</b>	<b>1,837</b>	<b>3,627</b>	<b>3,684</b>
Provision for Loan Losses	48	61	80	61
<b>Net Interest Income after Provision for Loan Losses</b>	<b>1,727</b>	<b>1,776</b>	<b>3,547</b>	<b>3,623</b>
Noninterest Income	338	157	517	303
Noninterest Expense	1,544	1,456	2,982	3,020
<b>Net Earnings Before Income Taxes</b>	<b>521</b>	<b>477</b>	<b>1,082</b>	<b>906</b>
Income Tax Expense	210	169	424	350
<b>Net Earnings</b>	<b>\$ 311</b>	<b>\$ 308</b>	<b>\$ 658</b>	<b>\$ 556</b>