



# 2023

## ANNUAL REVIEW

A Bank Built for Business, Community & You.





# President's Message

When the ball dropped in New York City on December 31st signaling it was finally 2024, many bankers across the country felt relieved that 2023 was finally over and looked optimistically to the year ahead.

It was a tumultuous year – four high profile bank failures (three in California) and a meteoric rise in interest rates made for a very tough banking environment. However, when it was all over, we exceeded our net income projections by 14%.

We entered 2024 with a new office in Oroville, and in an advantageous position to increase our market share in the north valley. We have a great staff who are redoubling their efforts to bring new customers to the Bank. At nearly \$500 million in assets in three locations, how we grow is evolving. We are leveraging our technology to better interact with our customers and are using exceptional service as our competitive advantage.

The Federal Reserve's focus on creating a soft landing for an overheated economy is likely to contain growth in the banking industry in 2024. We project our cash flow from loan repayments and new deposits will be invested in higher rate instruments to increase our interest income throughout this year and into 2025.

We appreciate our core group of dedicated and supportive shareholders who have been with us since our inception in 2006 and continue to be many of our best customers. Your ongoing support is invaluable. Our strength is our "Absolutely Outstanding Customer Service," and it will continue to make us the Best Bank in Town in all the towns we serve.

Together, we will build a brighter future for Golden Valley Bank. Thank you for your continued support.



Mark Francis  
President & CEO

**Pictured on the front cover:**

- Joe Holt | Holt Construction
- Zane Peterson & Isiah Thompson | Peterson Timber Inc.
- Blake Meester | Meester & Co.
- David & Marianna Rodriguez | Rodriguez Portables
- Marisa Bauer & Lisa Bristow | Platinum Partners
- Daniel Turri | Connect Energy Mechanical
- Clark Gardner | Franklin Construction
- Gavin & Jessica Colbert | Shasta Drilling
- Colleen McHugh | McHugh Insurance Agency
- Ryan & Kellie Belcastro | World Telecom & Surveillance
- Erin Lackey | Erin Lackey Photography
- Annabel Grimm | Chico Area Recreation District

Chico



Redding



Oroville





# Making a Difference



**BOYS & GIRLS CLUB  
OF CHICO**

Ostrander Family  
**CLUBHOUSE**  
601 WALL STREET

Make a Difference Day 2023: We volunteered a helping hand to our annual nonprofit recipient, the Boys and Girls Club of the North Valley.







## Leadership Initiatives: Beyond Financial Contributions

The Foundation's commitment to leadership goes beyond financial contributions. Golden Valley Bank actively encourages its executives and employees to engage in leadership initiatives that involve hands-on participation in community development projects. Our team has stepped up to serve on over 30 board and committee positions and are active members of over 45 local organizations. This approach not only leverages the financial strength of the bank but also harnesses the diverse skills and talents of its team members.

Bank executives and employees, acting as ambassadors of positive change, participate in mentorship programs, volunteer activities, and educational initiatives. By actively contributing their time and expertise, the leadership of Golden Valley Bank fosters a culture of responsibility and empathy, setting an example for others in the business community.



Enloe Foundation

Captain Bob's Pancake Wagon

[goldenvally.bank/Community-Foundation](https://goldenvally.bank/Community-Foundation)

## Major Contributions in 2023

\$30,000	Enloe Foundation
\$25,000	Mercy Foundation North
\$10,000	Valley Contractors Exchange
\$8,500	Camp Fire Collaborative
\$7,500	One SAFE Place
\$5,000	North State Food Bank
\$5,000	Oroville Rotary
\$5,000	Youth on the Ridge Community Foundation

## Annual Nonprofit Recipients

During 2023 our Chico employees raised money for Boys & Girls Club of the North Valley. With matching funds from our Golden Valley Bank Community Foundation, we presented them with a check for \$14,359.65.

Our Redding office employees worked throughout the year and they were able to present a check for \$5,497.00 to Wings of Angels.



Boys & Girls Club of the North Valley

Wings of Angels



# Run for Food

Golden Valley Bank is proud to return as the presenting sponsor of the Run for Food. We have been long time supporters of the run, and we love the community and spirit of giving that this event fosters.

The Run for Food is a Chico tradition that brings families, friends and neighbors out to Bidwell Park on Thanksgiving Day. It's a day to remember those in need and to start the holiday with an expression of gratitude.

To learn more about the Run, visit: [runforfood.com](https://runforfood.com)

Watch Video:





# Now Open in Oroville

In September of 2023 Golden Valley Bank opened our newest location in Oroville. Since its inception, Golden Valley Bank has always been more than just a financial institution. We view ourselves as partners in progress, advocates for local entrepreneurs, and facilitators of community dreams.



AJ      Priscilla      Crystal      Krista      Victor      Hailey

BEFORE:



AFTER:







Brian & Louisa Wong, Owners of the Union

# A Bank Built for Business

## Golden Valley Bank and Union Restaurant: A Partnership Rooted in Community Growth

The Union embodies the spirit of what Oroville stands for. It's not just about good food; it's about a commitment to quality, community, and local prosperity. These shared values are precisely why Golden Valley Bank has chosen to align itself with the Union for our 2023 Oroville campaign. By supporting and highlighting local businesses like the Union, we're not just building a bank; we're building a brighter future for Oroville.

Watch the Video:





# Financial Highlights

2023 was a challenging year for banks, leading to shifts in how borrowers and depositors manage their investments. The rise in interest rates led to an increase in the cost of deposits that was faster than the increase on our loan and investment portfolios.

Through all of this, we are dedicated to serving our communities with unwavering support and steadfast in our commitment to delivering absolutely outstanding customer service to support the financial success of those we serve.

## BOARD OF DIRECTORS




**Mark Kimmelshue**  
Chairman  
GM/CEO, ARMCO



**Matt Gallaway**  
Vice Chairman  
Principal Architect, Russell  
Galloway Associates Inc.



**Syl Lucena**  
Secretary  
Retired,  
Collier Hardware



**Mark Francis**  
President & CEO  
Golden Valley Bank



**James Doss**  
Retired  
Golden Valley Bank



**Marilyn Everett**  
Retired, K-Coe Isom  
Accountancy



**Sierra Grossman**  
Vice President  
Sierra Nevada  
Brewing Company



**Tom Hughes**  
Retired, Interwest  
Insurance Services



**Michael Phulpis**  
Partner & CFO  
Metal Works



**Brent Largent**  
Founder & President  
Stratti



**Douglas Guillon**  
President  
Guillon Companies

## ADVISORS

Ken Grossman  
Sierra Nevada Brewing  
Company

Dick Stein  
H J Promotional Products

James Boice, MD  
Retired Physician

Norm Larson  
Larson Ranch

Brian Sweeney  
Asset Management Group

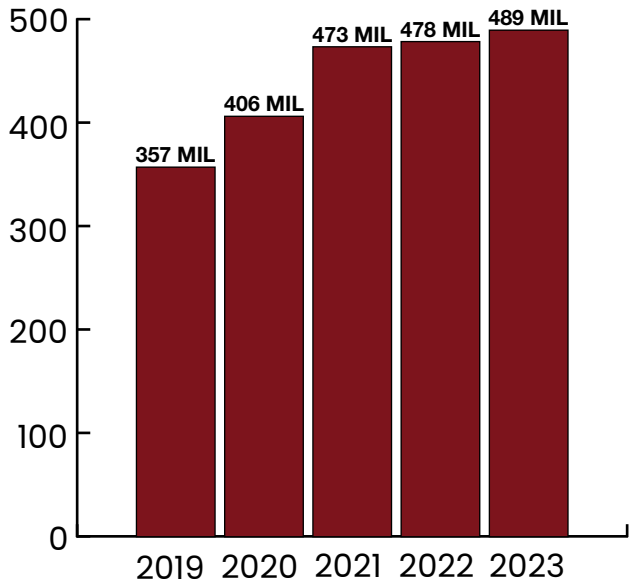
John L. Burghardt  
Attorney

Jeff Lobosky, MD  
Retired Physician

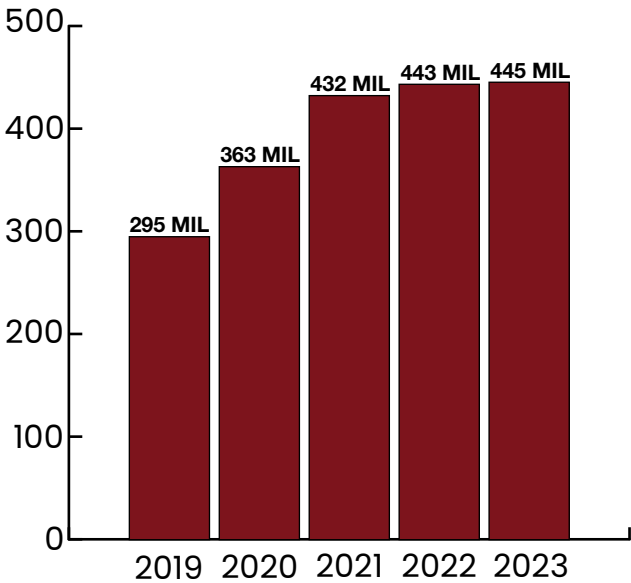
Audrey Tennis  
Rice Farmer

Dan Cargile  
Retired Banker

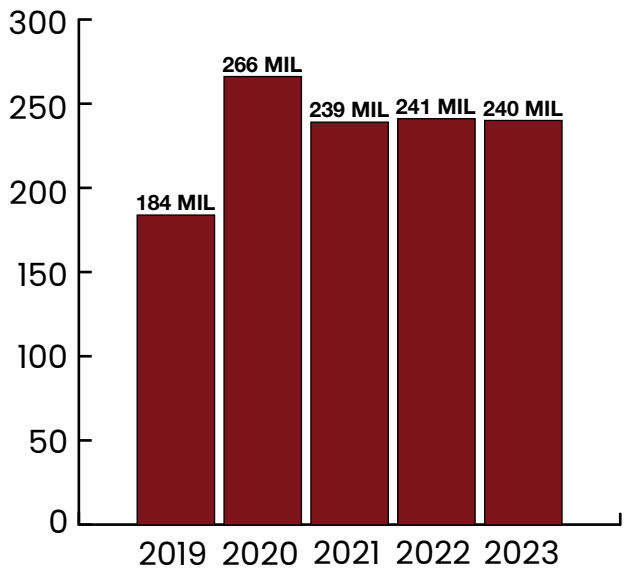
Jack Sterling  
Madison Bear Garden



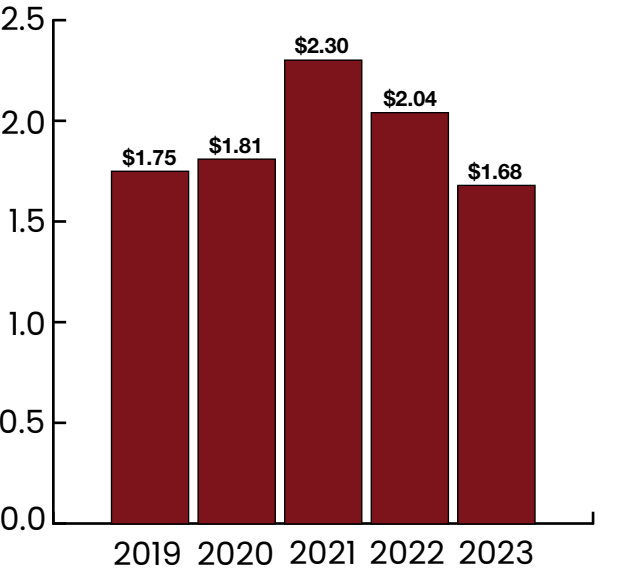
**TOTAL ASSETS**  
\$489 Million



**DEPOSITS**  
\$445 Million



**LOANS**  
\$240 Million



**EARNINGS PER SHARE**  
\$1.68





#### **Corporate Headquarters**

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[www.goldenvalley.bank](http://www.goldenvalley.bank)

#### **Investor Relations**

Investors seeking information about Golden Valley Bancshares, Inc. should contact:

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(530) 781-1887 | [jshepherd@goldenvalley.bank](mailto:jshepherd@goldenvalley.bank)

#### **Registrar and Transfer Agent**

Equiniti Shareowner Services  
1110 Centre Pointe Curve, Suite 101  
Mendota Heights, MN 55120-4100  
Shareholder Services: (800) 937-5449  
[www.equiniti.com](http://www.equiniti.com)

#### **Stock Listing**

Golden Valley Bancshares, Inc. common stock is listed on the Over The Counter Markets system under the symbol "GVYB". Go to [www.otcmarkets.com](http://www.otcmarkets.com) to gain access. To inquire about purchase or sale, please contact your broker or Jessica Shepherd.

#### **Independent Public Accountant**

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2882 Prospect Park Drive, Suite 300  
Rancho Cordova, CA 95670-6019  
(916) 503-8100



Golden Valley Bancshares, Inc. is the parent company of Golden Valley Bank.