



Golden Valley Bancshares Reports First Quarter 2024 Results (Unaudited)

CHICO, Calif. – Golden Valley Bancshares (OTC Markets: [GVYB](#)), with its wholly owned subsidiary, Golden Valley Bank headquartered in Chico, California today reported first quarter 2024 financial results.

First quarter 2024 financial highlights compared to the first quarter of 2023 include:

- Assets increased \$10.1 million to \$486.1 million, or 2.1%
- Loans decreased \$5.5 million to \$236.2 million, or -2.3%
- Deposits increased \$5.6 million to \$442.1 million, or 1.3%

Consolidated Balance Sheet (unaudited)

(Dollars in Thousands)

	3/31/2024	12/31/2023	9/30/2023	6/30/2023	3/31/2023
Total investment securities	\$ 175,578	\$ 181,989	\$ 180,194	\$ 184,234	\$ 185,709
Total loans, net of unearned income	236,226	240,104	238,665	238,318	241,712
Allowance for credit losses	(3,938)	(3,937)	(3,936)	(3,936)	(3,935)
Total assets	486,135	488,564	507,750	487,327	475,996
Total deposits	442,062	445,045	467,843	447,135	436,493
Subordinated debentures	5,855	5,843	5,831	5,819	5,807
Total shareholders' equity	35,348	34,627	30,884	31,654	30,704
Loan to deposit ratio	53.44%	53.95%	51.01%	53.30%	55.38
Book value per share	\$ 15.86	\$ 15.54	\$ 13.86	\$ 14.19	\$ 13.76
Subsidiary Bank's Tier 1 leverage ratio	9.87%	9.59%	9.26%	9.52%	9.44%

Net profit for the quarter ended March 31, 2024, totaled \$766k compared to \$991k for the same period last year. While earnings were down year over year, they were ahead of the Bank's forecast. The decline in earnings year over year was a direct impact of increasing deposit costs during this higher interest rate environment.

Consolidated Income Statement (unaudited)

(Dollars in Thousands)

	Quarterly Highlights				
	3/31/2024	12/31/2023	9/30/2023	6/30/2023	3/31/2023
Interest income	\$ 5,070	\$ 5,159	\$ 5,092	\$ 4,680	\$ 4,498
Interest expense	1,565	1,413	1,328	1,050	639
Net interest income	3,505	3,746	3,764	3,630	3,858
Provision for credit losses	2	1	3	4	
Noninterest income	268	248	258	245	222
Noninterest expense	3,005	3,087	3,029	2,652	2,687
Net income	766	906	990	864	991
Basic earnings per share	\$ 0.34	\$ 0.41	\$ 0.44	\$ 0.39	\$ 0.44
Diluted earnings per share	\$ 0.34	\$ 0.40	\$ 0.44	\$ 0.38	\$ 0.43
Return on average assets	0.63%	0.73%	0.79%	0.72%	0.84%
Return on average equity	8.84%	11.43%	12.38%	11.09%	13.93%
Net interest margin	2.92%	3.05%	3.03%	3.04%	3.29%
Efficiency ratio	73.34%	67.60%	64.87%	68.04%	65.48%

“Despite the challenges facing the banking industry, we’ll continue to focus on providing absolutely outstanding customer service and building solid business relationships in all our communities,” said Mark Francis, President and Chief Executive Officer.

“We pride ourselves in our community involvement by supporting multiple charities and events and we’re here to make a positive impact beyond financial services. Our employees go above and beyond to contribute to local causes,” added Francis.

Asset quality continues to be excellent as there were no loans considered to be non-performing. By comparison, the average was 0.53% of total assets for the Bank’s national peer group, based on data provided as of December 31, 2023 (the most recent data available). The company has set aside \$3.94 million in allowance for credit losses to protect it from future economic uncertainties.

The Bank opened a new full-service office in Oroville, California in October 2023 and continues to be a well-capitalized bank and far exceeds minimum regulatory requirements. To view our complete quarterly earnings release and additional financial information, please visit our Investors Relation page at goldenvalley.bank/Investor-Relations.

Golden Valley Bancshares, a bank holding company with its wholly owned subsidiary, Golden Valley Bank is a locally owned and operated commercial bank serving the needs of individuals and businesses in northern California. The Bank has full service offices in Chico, Redding and Oroville, California. For more information regarding the bank please call at (530) 894-1000 or visit goldenvalley.bank.

Forward-Looking Statements

Statements concerning future performance, developments or events, expectations for growth and income forecasts, and any other guidance on future periods, constitute forward-looking statements that are subject to a number of risks and uncertainties. Actual results are pre-fiscal year-end audit and may differ materially from stated expectations. Specific factors include, but are not limited to, loan production, balance sheet management, expanded net interest margin, the ability to control costs and expenses, interest rate changes, technological factors (including external fraud and cybersecurity threats), natural disasters, pandemics such as COVID-19 and financial policies of the United States government and general economic conditions. Golden Valley Bancshares disclaims any obligation to update any such factors.

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