



## River Valley Community Bancorp Announces 3<sup>rd</sup> Quarter Results (Unaudited)

Yuba City, California, October 15, 2024 – River Valley Community Bancorp (OTC markets: RVCB) with its wholly owned subsidiary, River Valley Community Bank (collectively referred to as the “Bank”), today announced financial results for the quarter ended September 30, 2024.

### Consolidated financial highlights:

- Net income for the quarter ended September 30, 2024, totaled \$1.1 million or \$0.35 per diluted share compared to \$945,000 or \$0.30 per diluted share for the quarter ended June 30, 2024, and \$1.3 million or \$0.40 per diluted share for the quarter ended September 30, 2023.
- Net interest income totaled \$4.4 million for the quarter ended September 30, 2024, compared to \$4.2 million for the quarter ended June 30, 2024, and \$4.5 million for the quarter ended September 30, 2023.
- Total assets ended the quarter at \$595.4 million as of September 30, 2024, compared to \$613.5 million as of June 30, 2024, and \$588.5 million as of September 30, 2023.

### Selected Consolidated Financial Information - Unaudited (dollar amounts in thousands, except per share data)

	As of				
	Sep 30, 2024	Jun 30, 2024	Mar 31, 2024	Dec 31, 2023	Sep 30, 2023
Total investment securities	\$ 199,389	\$ 201,511	\$ 208,698	\$ 219,037	\$ 216,031
Total loans, gross	324,004	298,742	294,922	295,307	284,553
Allowance for credit losses	(4,260)	(4,260)	(4,260)	(4,260)	(4,120)
Total assets	595,437	613,479	598,876	581,813	588,502
Total deposits	538,387	521,047	507,971	532,048	543,219
Borrowings	-	40,000	40,000	-	-
Total shareholders' equity	53,148	48,266	47,337	46,272	40,042
Loan to deposit ratio	60%	57%	58%	56%	52%
Book value per common share	\$ 17.00	\$ 15.50	\$ 15.21	\$ 14.92	\$ 12.92
Subsidiary Bank's Tier 1 leverage ratio	9.75%	9.75%	10.05%	9.72%	9.70%

Total loans were \$324.0 million as of September 30, 2024, which represents an increase of \$25.3 million or 8.5% from \$298.7 million as of June 30, 2024, and an increase of \$39.5 million or 13.9% from \$284.6 million as of September 30, 2023.

Total deposits of \$538.4 million as of September 30, 2024, represents an increase of \$17.3 million or 3.3% from \$521.0 million as of June 30, 2024, and a decrease of \$4.8 million or 0.9% from \$543.2 million as of September 30, 2023. As of September 30, 2024, the Bank had no non-performing assets.

**Selected Consolidated Financial Information - Unaudited (continued)**  
(dollar amounts in thousands, except per share data)

	Nine Months Ended		Variance	
	Sep 30,	Sep 30,	Amount	Percent
	2024	2023		
Total interest income	\$ 19,653	\$ 18,132	\$ 1,521	8.4%
Total interest expense	6,699	3,664	3,035	82.8%
Net interest income	12,954	14,468	(1,514)	-10.5%
Provision for loan losses	-	424	(424)	100.0%
Total noninterest income	768	724	44	6.1%
Total noninterest expense	9,482	8,479	1,003	11.8%
Net income	3,098	4,622	(1,524)	-33.0%
Earnings per share - basic	\$ 1.00	\$ 1.49	\$ (0.49)	-33.2%
Earnings per share - diluted	\$ 0.97	\$ 1.45	\$ (0.48)	-33.2%
Net interest margin	3.00%	3.41%	-0.41%	-12.0%
Net interest margin - tax equivalent	3.01%	3.43%	-0.41%	-12.1%
Efficiency ratio	69.08%	57.38%	11.70%	20.4%
Return on average assets	0.70%	1.05%	-0.36%	-33.8%
Return on average equity	8.59%	15.24%	-6.65%	-43.7%

**Selected Consolidated Financial Information - Unaudited (continued)**  
(dollar amounts in thousands, except per share data)

	For the Quarter Ended				
	Sep 30,	Jun 30,	Mar 31,	Dec 31,	Sep 30,
	2024	2024	2024	2023	2023
Total interest income	\$ 6,961	\$ 6,572	\$ 6,119	\$ 6,196	\$ 6,255
Total interest expense	2,539	2,386	1,774	1,705	1,737
Net interest income	4,422	4,186	4,345	4,491	4,518
Provision for loan losses	-	-	-	90	110
Total noninterest income	255	300	213	269	261
Total noninterest expense	3,124	3,183	3,174	2,884	2,951
Net income	1,121	945	1,032	1,287	1,272
Earnings per share - basic	\$ 0.36	\$ 0.30	\$ 0.33	\$ 0.42	\$ 0.41
Earnings per share - diluted	\$ 0.35	\$ 0.30	\$ 0.32	\$ 0.40	\$ 0.40
Net interest margin	2.96%	2.89%	3.15%	3.18%	3.14%
Net interest margin - tax equivalent	2.97%	2.90%	3.16%	3.19%	3.15%
Efficiency ratio	66.98%	70.95%	69.39%	61.76%	63.15%
Return on average assets	0.73%	0.64%	0.73%	0.89%	0.87%
Return on average equity	8.82%	8.06%	8.84%	12.09%	12.18%

Net interest income of \$4.4 million for the quarter ended September 30, 2024, is an increase of \$236,000 or 5.6% from the quarter ended June 30, 2024, and a decrease of \$96,000 or 2.1% from the quarter ended September 30, 2023. The

increase in net interest income from the quarter ended June 30, 2024, is primarily due from \$25.3 million of growth in the loan portfolio.

CFO Kevin S. Reynolds stated, “In September, the Federal Open Market Committee (or “FOMC”) decided to lower the Federal Funds rate 50 basis points. This changed the benefit associated with our borrowings and we subsequently paid them off. Our balance sheet has a strong liquidity position and will be leveraged for continued funding of our loan growth. Further, we believe that a normalizing yield curve will lead to further growth in our net interest income and drive improvements in our ROAA, ROAE, and efficiency ratios.”

CEO John M. Jelavich commented, “During the third quarter, as anticipated, we saw the growth in interest income on our earning assets outpace the growth in interest expense on our funding sources. This transition led to a 5.6% increase in our net interest income compared to our second quarter results and drove the improved profitability we achieved during the quarter. Notably, there are internal and external factors that lead us to believe that the improvement in our net interest income is sustainable.”

Jelavich continued, “Internally, we are very pleased with the loan growth we achieved during the quarter. The loan fundings at current market rates has increased our yield on earnings assets and is meaningfully contributing to our improved net interest income. I’m pleased to also note that the investment we made last year in opening our Roseville loan production office is paying off nicely as that office represented a significant portion of our loan growth this quarter. As we mentioned last year, our Roseville loan production office complements our existing footprint allowing us to expand our customer base of small to medium-sized businesses who desire the relationship brand of banking we offer. At quarter end, our loan pipeline remains strong indicating continued loan growth as we approach year-end.”

“Externally, in mid-September, the FOMC cut the overnight Fed Funds rate, and the market anticipates further reductions in coming months. These actions by the Fed are expected, over time, to decrease interest expense for our bank and our industry. This will also contribute to improved net interest income and profitability. We continue to believe our Bank is well positioned in our markets and that some of the external headwinds we have been challenged with appear to be fading.” Jelavich concluded.

The Bank remains highly rated with BauerFinancial, and Depositaccounts.com and serves its customer base through its offices located at:

- 1629 Colusa Avenue, Yuba City, CA
- 580 Brunswick Rd, Grass Valley, CA
- 905 Lincoln Way, Auburn, CA
- 904 B Street, Marysville, CA
- 401 Ryland Street, Ste. 205, Reno, NV (Loan Production Office)
- 1508 Eureka Rd., Ste. 100, Roseville, CA (Loan Production Office)

The Bank offers a full suite of competitive products, services, and banking technology. For more information please visit our website at [www.myrvcb.com](http://www.myrvcb.com) or contact John M. Jelavich at (530) 821-2469.

*Forward Looking Statements: This document may contain comments and information that constitute forward-looking statements. Forward-looking statements are subject to risks and uncertainties that could cause actual results to differ materially from those expressed in or implied by such statements. Forward-looking statements speak only as to the date they are made. The Bank does not undertake to update forward-looking statements to reflect circumstances or events that occur after the date the forward-looking statements are made.*