

# Annual Meeting of Shareholders

May 20, 2025


**Presented by:**  
John M. Jelavich  
President/CEO



# *Forward-Looking Statement*

*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. River Valley Community 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.*

# Welcome & Overview:

- RVCB Year in Review
  - Looking ahead...
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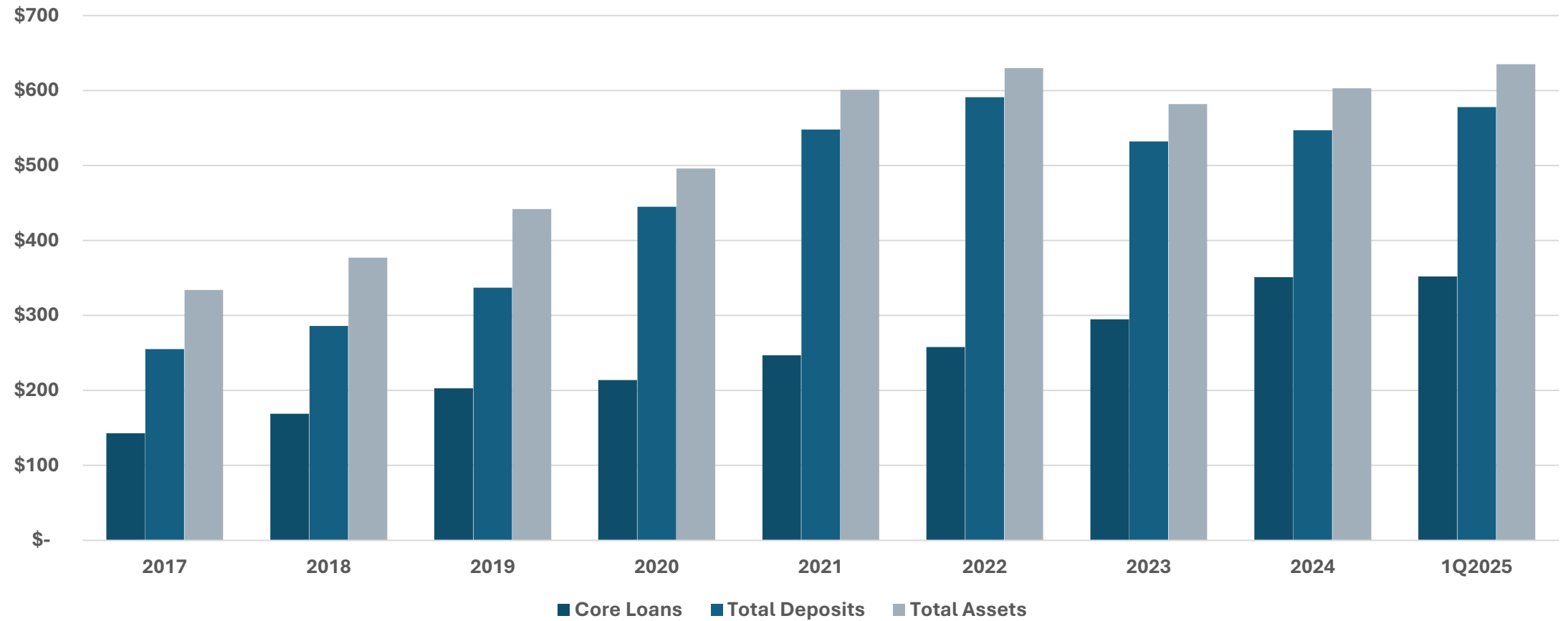
# RVCB 2024 Recognition

- 2024 Auburn Journal's Best of the Best: Best Bank
- RVCB named business of the year by Sierra Nevada Memorial Hospital Foundation – Grass Valley April 2024
- 2024 Best of Yuba/Sutter:
  - Sharon Atwal, Best Banker
  - RVCB, Favorite Bank
- River Valley Community Bancorp profiled as an “Exceptional Bank” by The Findley Companies – March 2024

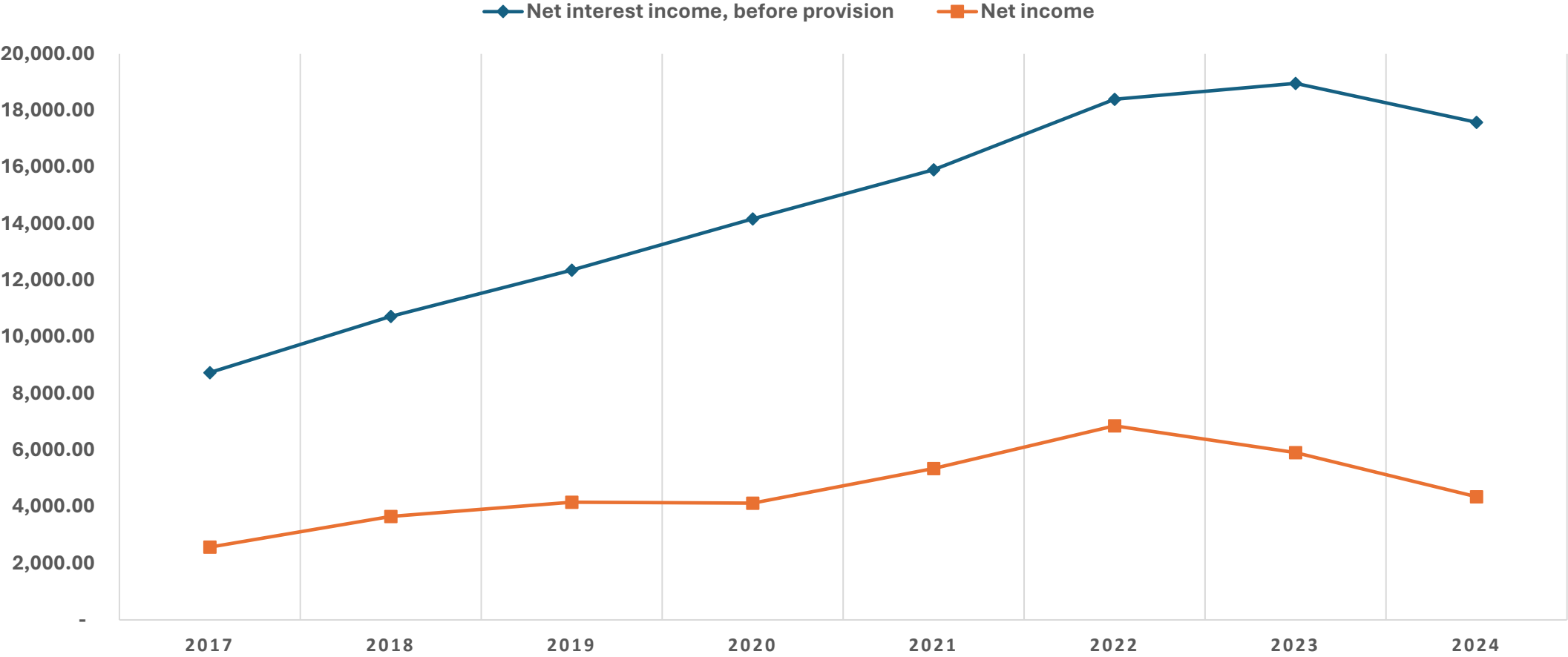
# RVCB 2024 Achievements

- Total Loans of \$351.7 million – up 19.2% from 2023 (93rd percentile UPBR peer group of 1,297 banks)
  - Grew loans at the Roseville LPO by 250% to \$67.6 million as of 12/31/2024.
- RVCB earned Net Income After-Tax of \$4.4 million
  - Interest expense increased to \$8.7 million from \$5.4 million in 2023
  - Interest income increased to \$26.3 million from 24.3 million in 2023
- Credit portfolio continues to perform very well. No past due loans (30 days or more) or non-accrual loans.
- Approved a re-authorization of our Stock Repurchase Plan
- Approved expansion into Roseville with a full-service branch, anticipated to open in 3Q 2025!

# Growth Trends (in million)



# Net Interest Income / Net Income (in thousands)



# Net Interest Income – Drill Down

Net Interest Income has come under pressure during 2023 & 2024

- Total Interest Income has grown
- Deposit costs have grown much faster

In late 2024, these trends seem to have stabilized

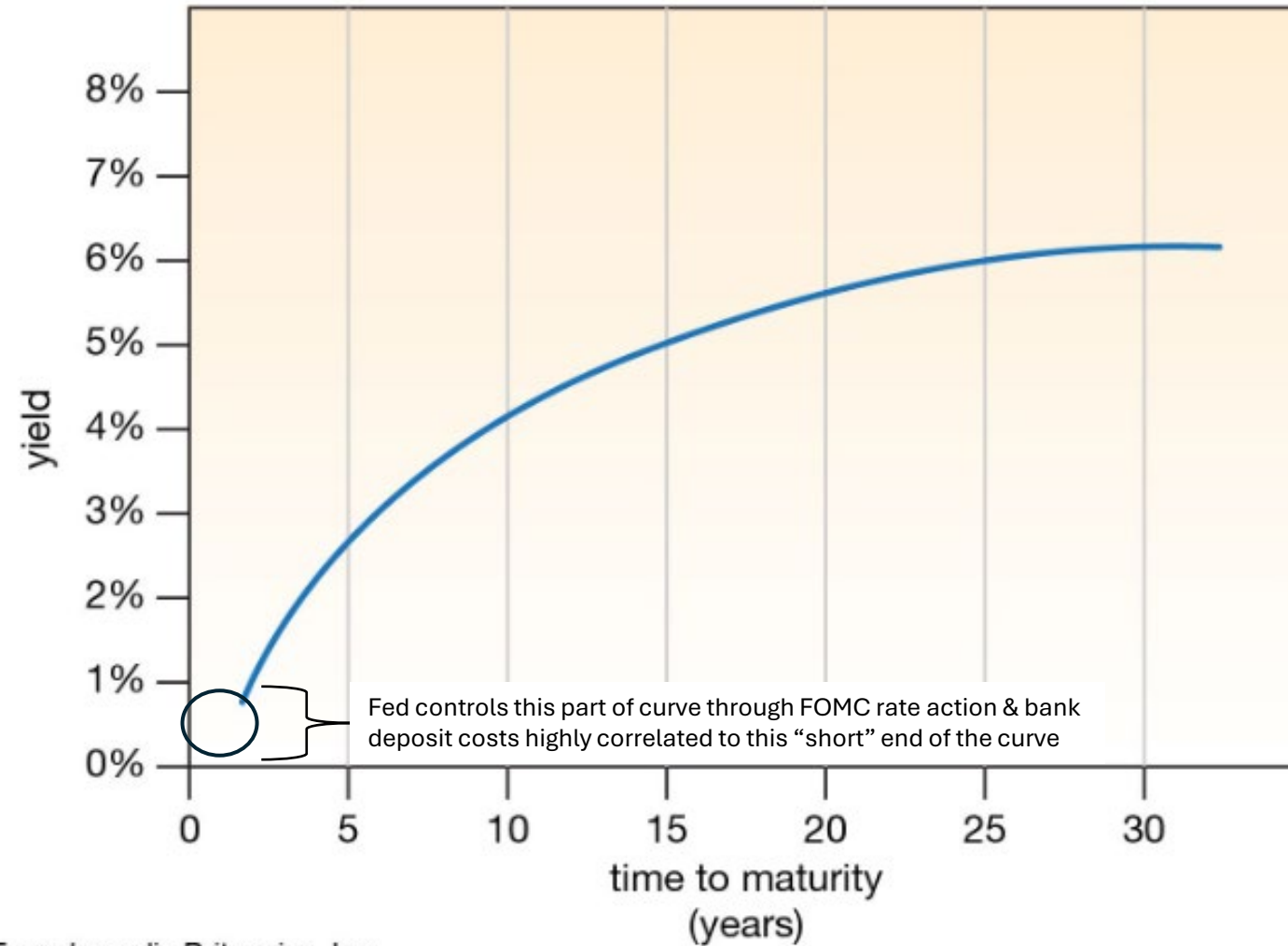
- We anticipate moderate margin expansion in 2025

	2022 Actual Results	2023 Actual Results	2024 Actual Results
<i>Amounts in thousands</i>			
<b>Interest income:</b>			
Interest and fees on loans	\$ 11,450	\$ 13,807	\$ 16,661
Interest on investment securities	6,306	8,027	7,142
Other interest and dividends	1,508	2,492	2,526
Total interest income	19,438	24,326	26,329
Percentage change	18%	25%	8%
<b>Interest expense:</b>			
Total Interest on deposits	1,046	5,368	7,512
Interest on borrowings	-	-	1,232
Total interest expense	1,046	5,368	8,744
Percentage change	69%	413%	63%
<b>Net interest income</b>	<b>18,392</b>	<b>18,958</b>	<b>17,585</b>
Percentage change	16%	3%	-7%
<b>Key Ratios</b>			
Yield on loans (TEY)	4.57%	5.00%	5.37%
Cost of funds	0.18%	0.99%	1.61%
Net interest margin	3.21%	3.31%	3.03%

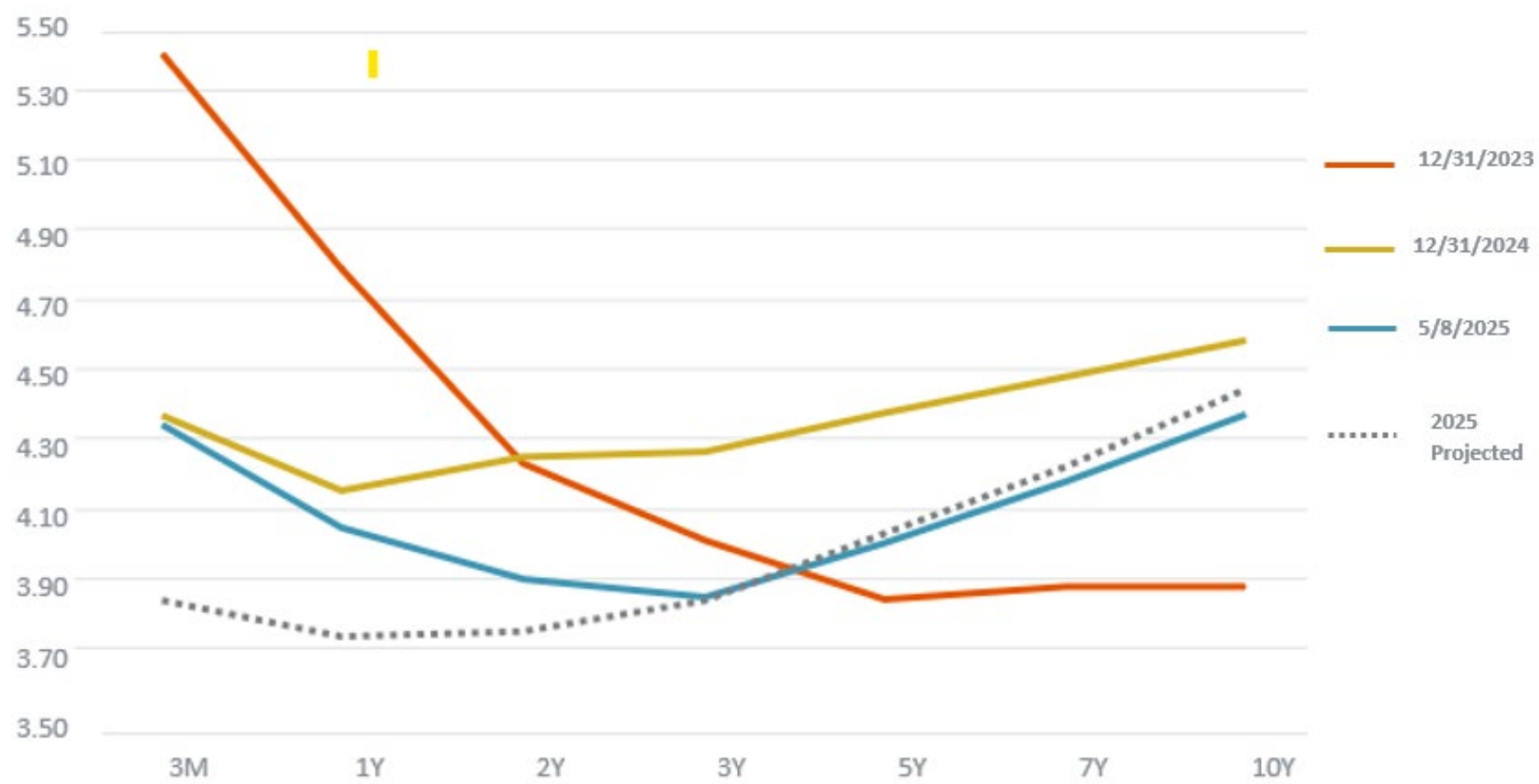


## Illustrative view of a “normal” yield curve & where the Federal Reserve controls rates

**Yield curve**

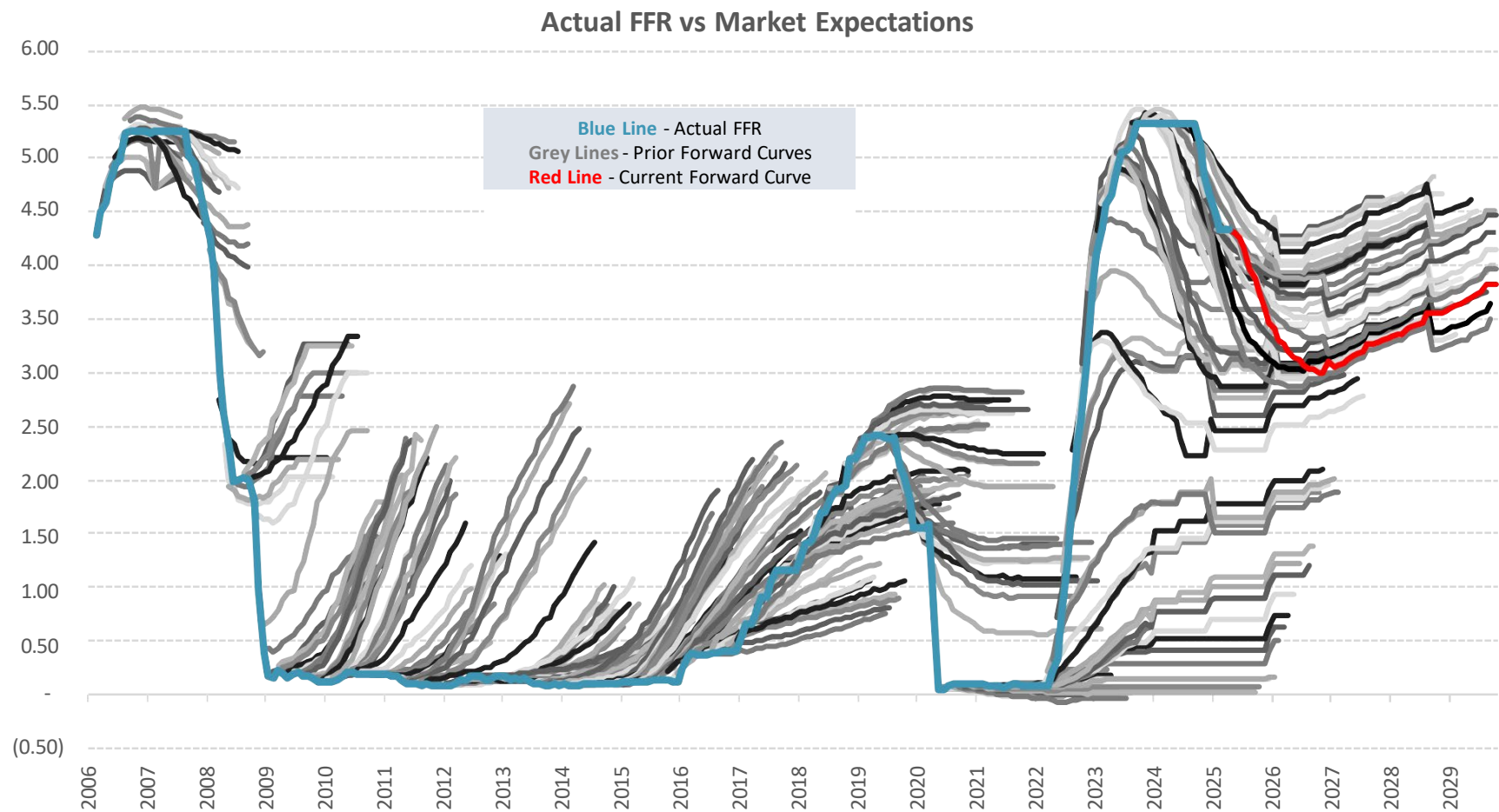


# Historical Treasury Yield Curve Changes and Future Market Expectations



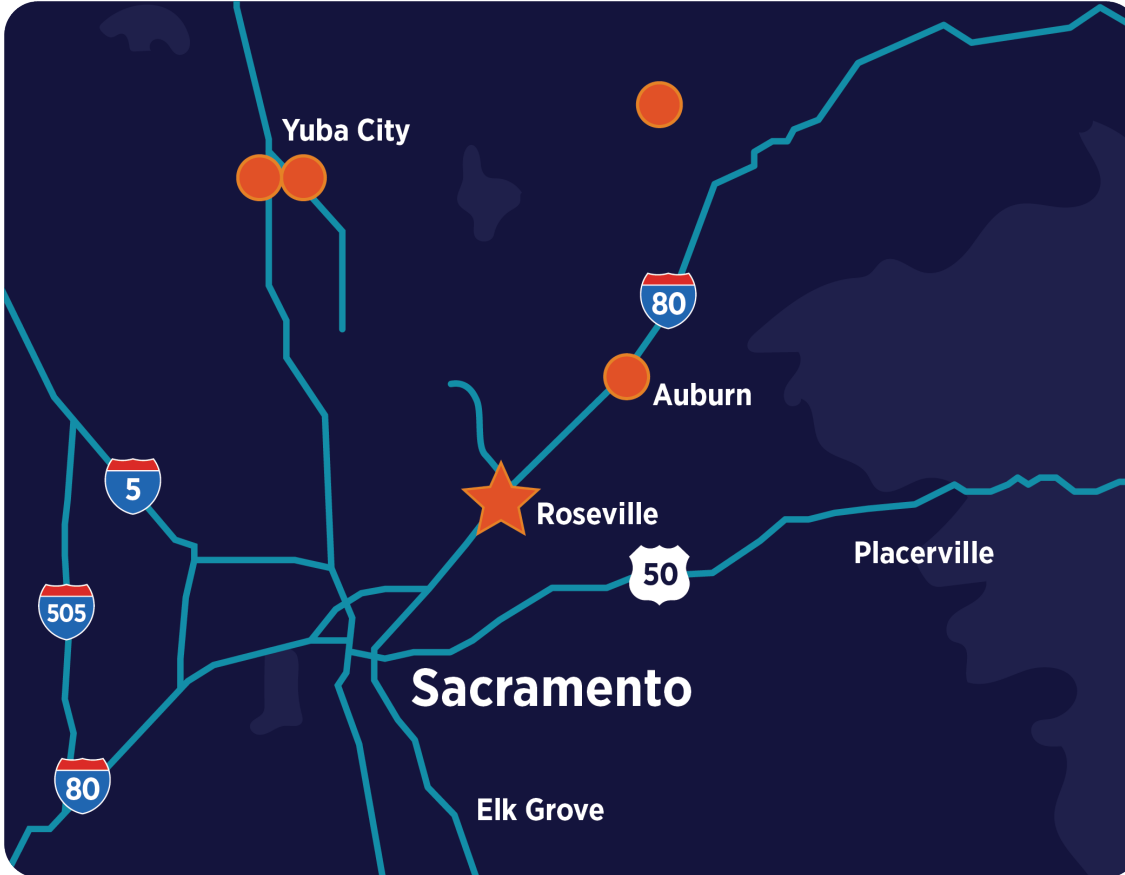
Source: Bloomberg & Piper Sandler

## Fed Funds: Market Expectations vs. Reality



Looking Ahead...

# RVCB is Uniquely Positioned for Success



- RVCB enjoys increasingly unique community bank presence in our markets served by our branches
- Relationship banking highly valued in our markets
- Roseville branch opening this year, helps “round out” our coverage footprint
- Collectively, these desirable markets reflect growth opportunity for RVCB with \$15 billion in FDIC insured deposits

Note: in addition to the full-service branch locations noted above, the Bank also operates a Loan Production Office in Reno, NV

# RVCB Markets Reflect Growth Potential

Pathway to \$1.0 billion  
in assets possible

## Key assumptions:

- Per the FDIC Summary of Deposits – Market Share Reports, as of June 30, 2024, there were approximately \$15 billion in deposits collectively reflected in the markets served by our branches.
- The Bank’s opening of a full-service branch in Roseville CA, 2025.
- Our belief in the Bank’s continued growth in the markets served by our branches including Yuba City, Grass Valley, Auburn, Marysville and Roseville as reflected in the Bank’s five-year plan approved January 2025.

## RVCB Deposit Market Share & Illustrative Road to \$1.0 Billion

	2024 *			RVCB potential deposit illustration - multi year	
	Bank	Market	share	Target share	Potential Deposits:
\$000s					
Yuba City	\$304,666	\$2,535,795	12.01%	15.75%	\$399,388
Grass Valley	\$68,469	\$1,671,815	4.10%	6.00%	\$100,309
Auburn	\$73,064	\$1,976,158	3.70%	5.50%	\$108,689
Marysville	\$75,368	\$749,170	10.06%	15.00%	\$112,376
<b>RVCB Existing Markets</b>	<b>\$521,567</b>	<b>\$6,932,938</b>	<b>7.52%</b>	<b>10.40%</b>	<b>\$720,761</b>

## New market 2025:

<b>Roseville</b>	<b>\$0</b>	<b>\$8,057,296</b>	<b>0.00%</b>	<b>2.25%</b>	<b>\$181,289</b>
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<b>Illustrative deposit target within these markets:</b>	<b>\$ 902,050</b>
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\* from FDIC summary of deposits as of 6/30/2024

Forecast Equity Factor:	\$108,000
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<b>Forecast Total Assets:</b>	<b>\$1,010,050</b>
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# Our Targets

<b>\$1 Billion</b> Assets	<b>&gt; 1.25%</b> ROAA	<b>&gt; 13%</b> ROAE
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## Our Strategic Anchors for Growth

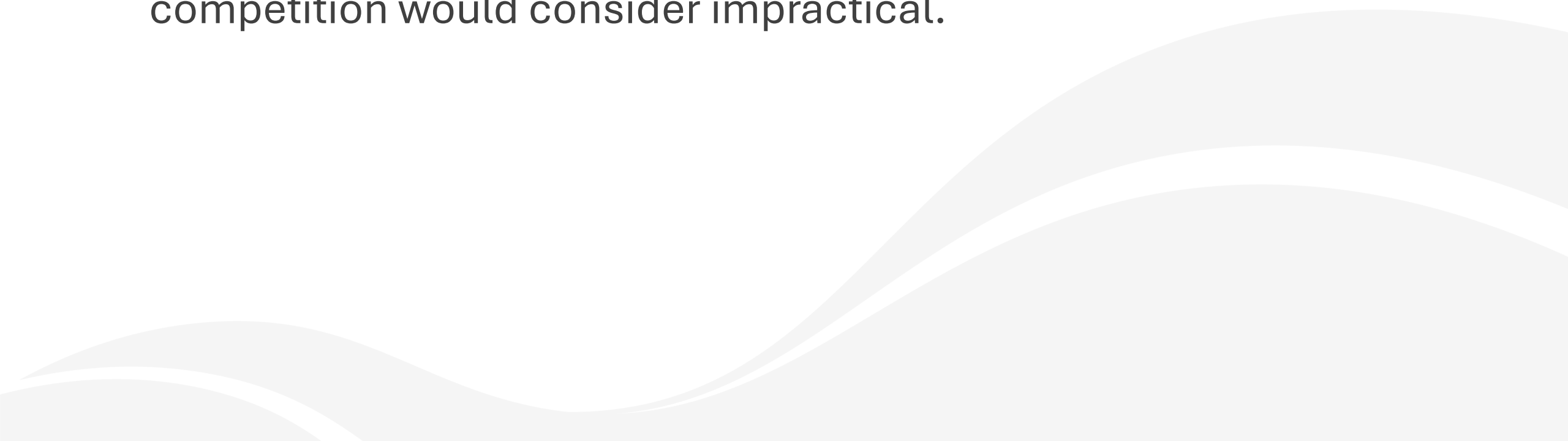
- **Sustainable Growth** – We manage the bank for the long-term. Expanding our balance sheet and innovating customer-friendly solutions to drive long-term shareholder value.
- **Customer-Centric Relationships** – Deepening customer relationships in our markets through personalized service and a deep understanding of the communities we serve, positioning us as a trusted financial partner.
- **Risk & Asset Integrity** – We uphold strong asset quality and internal controls to effectively manage risk as the bank expands, safeguarding our financial stability.
- **Talent Excellence** – We build on our success through our people. We foster a culture of growth and excellence that attracts, develops and retains top talent. Our entire team gets satisfaction out of making an impact with our customers and our communities.
- **Operational Efficiency** – Driving efficiency through smart automation and disciplined expense management, ensuring responsible growth and long-term financial strength.
- **Geographic Footprint** – Our concentrated footprint and proximity between all branches enables efficient, relationship-driven growth—and allows us to capture market share in desirable markets, without compromising our level of service.

Key assumptions include the Bank's opening of a full-service branch in Roseville CA and belief in the continued growth in the markets served by our branches including Yuba City, Grass Valley, Auburn, Marysville and Roseville. Per the FDIC Summary of Deposits – Market Share Reports, as of June 30, 2024, there were approximately \$15 billion in deposits collectively reflected in the markets served by our branches.

Forward Looking Statements: This presentation contains statements and information that constitute forward-looking statements. Forward-looking statements provide the Bank's current expectations or forecasts of future events. These forward-looking statements include, but are not limited to, expectations regarding the Bank's growth, including the establishment of a full-service branch in Roseville and the Bank's ability to gain market share within each branch's footprint. Any forward-looking statements in this presentation are based on management's current expectations of future events and are subject to multiple risks and uncertainties that could cause actual results to differ materially and adversely from those set forth in or implied by such forward-looking statements. These risks and uncertainties include, but are not limited to, changes in economic and market conditions, including inflation and rising interest rates; in management; in anticipated growth rate; in customer's banking habits; in technology within the banking industry; and by mergers and acquisitions within the local banking area. All information in this presentation is as of the date of the presentation, and the Bank undertakes no duty to update this presentation unless required by law.

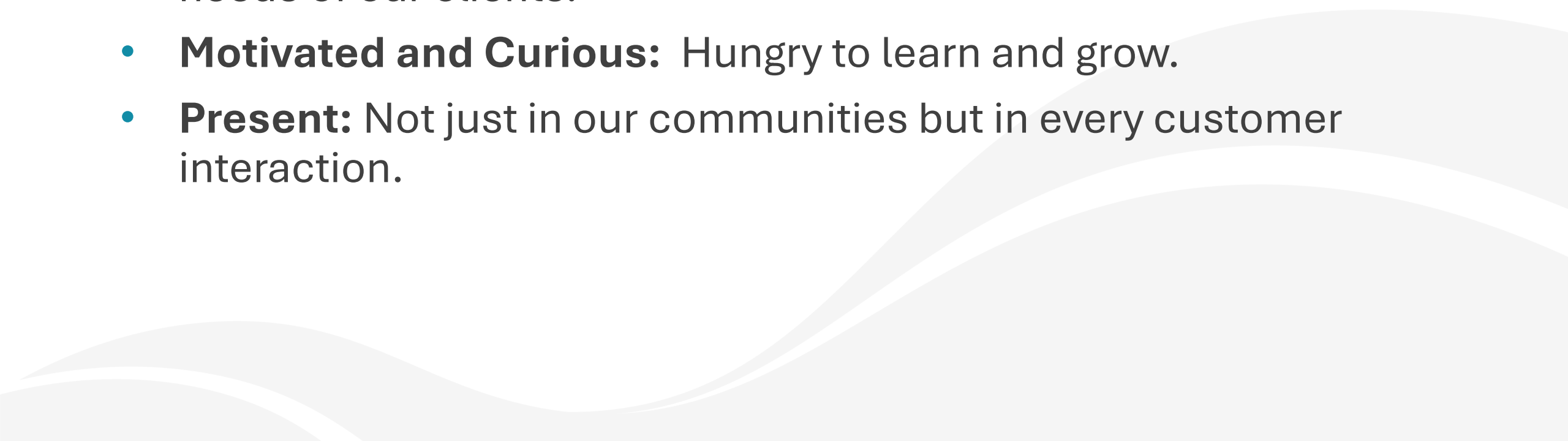
# Our Mission Statement

We help build local organizations into local success stories with effortless banking solutions and customer service that our competition would consider impractical.

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# Key Characteristics

- **Trustworthy:** Build deep, authentic relationships with customers and stakeholders.
  - **Responsive:** Be nimble and proactive in meeting the evolving needs of our clients.
  - **Motivated and Curious:** Hungry to learn and grow.
  - **Present:** Not just in our communities but in every customer interaction.
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# Critical Actions

- **We listen carefully.** We take the time to understand our customer's business goals so we can meet their needs for today and anticipate their needs for tomorrow.
- **We act quickly.** We never leave our customers waiting. We welcome them quickly. We respond to calls as soon as possible, and we follow through on what we say we're going to do.
- **We stand for our customers.** We advocate for our customers and think outside the box to deliver solutions that are best for them.
- **We work to the finish.** We follow-through on all our commitments to customers, and work with them every step of the way until the job is done.
- **We build relationships.** We make every customer feel welcome, valued, and known.
- **We own it.** When we fall short, we step up, make it right, and learn from it— together.

# Stock Price



# Conclusion

- Near term economic outlook remains challenging with increased uncertainty, however markets are not currently forecasting recession
- Anticipated Fed rate reductions can improve banking industry net interest margins and profitability
- RVCB remains uniquely well positioned in our markets
  - Relationship banking remains valued
  - Our markets reflect considerable growth potential
- 2025 RVCB making investment in our future
  - Roseville Branch establishment
  - New Website and Marketing Plan
  - Our Team: adding to, developing and aligning our team around growth opportunities

***Our sights are set on surpassing \$1.0 billion in total assets and delivering increased value for our shareholders***



# Thank You

Questions?