

American River Bankshares
Analysis of Net Interest Margin on Earning Assets (Unaudited)
(Taxable Equivalent Basis)

(Dollars in thousands)

Three months ended June 30,	2017			2016		
ASSETS	Avg Balance	Interest	Avg Yield	Avg Balance	Interest	Avg Yield
Taxable loans and leases	\$ 302,062	\$ 3,458	4.59%	\$ 283,373	\$ 3,445	4.89%
Tax-exempt loans and leases	14,361	180	5.03%	17,050	232	5.47%
Taxable investment securities	243,199	1,363	2.25%	240,997	1,441	2.40%
Tax-exempt investment securities	22,811	212	3.73%	23,336	215	3.71%
Corporate stock	99	6	24.31%	76	8	42.34%
Interest-bearing deposits in banks	1,259	3	0.96%	999	2	0.81%
Total earning assets	583,791	5,222	3.59%	565,831	5,343	3.80%
Cash & due from banks	29,263			28,070		
Other assets	39,191			36,849		
Allowance for loan & lease losses	(4,864)			(5,098)		
	\$ 647,381			\$ 625,652		
LIABILITIES & SHAREHOLDERS'						
EQUITY						
Interest checking and money market	\$ 201,166	\$ 36	0.07%	\$ 188,365	\$ 35	0.07%
Savings	63,467	5	0.03%	59,679	5	0.03%
Time deposits	81,643	162	0.80%	83,087	142	0.69%
Other borrowings	15,500	49	1.27%	14,286	39	1.10%
Total interest bearing liabilities	361,776	252	0.28%	345,417	221	0.26%
Noninterest bearing demand deposits	196,549			190,646		
Other liabilities	7,195			6,258		
Total liabilities	565,520			542,321		
Shareholders' equity	81,861			83,331		
	\$ 647,381			\$ 625,652		
Net interest income & margin		\$ 4,970	3.41%		\$ 5,122	3.64%

Six months ended June 30,	2017			2016		
ASSETS	Avg Balance	Interest	Avg Yield	Avg Balance	Interest	Avg Yield
Taxable loans and leases	\$ 303,834	\$ 6,888	4.57%	\$ 281,143	\$ 6,807	4.87%
Tax-exempt loans and leases	14,424	356	4.98%	16,621	462	5.59%
Taxable investment securities	239,207	2,686	2.26%	245,310	2,993	2.45%
Tax-exempt investment securities	22,768	422	3.74%	24,446	461	3.79%
Corporate stock	103	16	31.33%	72	14	39.10%
Interest-bearing deposits in banks	1,189	5	0.85%	992	3	0.61%
Total earning assets	581,525	10,373	3.60%	568,584	10,740	3.80%
Cash & due from banks	34,261			28,108		
Other assets	39,118			38,723		
Allowance for loan & lease losses	(4,846)			(5,051)		
	\$ 650,058			\$ 630,364		
LIABILITIES & SHAREHOLDERS'						
EQUITY						
Interest checking and money market	\$ 198,794	\$ 70	0.07%	\$ 188,463	\$ 75	0.08%
Savings	63,367	10	0.03%	59,442	10	0.03%
Time deposits	81,971	317	0.78%	83,449	281	0.68%
Other borrowings	15,500	97	1.26%	19,327	89	0.93%
Total interest bearing liabilities	359,632	494	0.28%	350,681	455	0.26%
Noninterest bearing demand deposits	200,086			188,791		
Other liabilities	7,597			6,362		
Total liabilities	567,315			545,834		
Shareholders' equity	82,743			84,530		
	\$ 650,058			\$ 630,364		
Net interest income & margin		\$ 9,879	3.43%		\$ 10,285	3.64%