

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

(Dollars in thousands)

Three months ended June 30,	2019			2018		
ASSETS	Avg Balance	Interest	Avg Yield	Avg Balance	Interest	Avg Yield
Taxable loans and leases	\$ 331,376	\$ 4,086	4.95%	\$ 290,933	\$ 3,483	4.80%
Tax-exempt loans and leases	20,613	200	3.89%	13,799	153	4.45%
Taxable investment securities	268,371	1,886	2.82%	268,731	1,637	2.44%
Tax-exempt investment securities	11,183	120	4.30%	20,773	175	3.38%
Federal funds	-	-	0.00%	22,209	98	0.02
Interest-bearing deposits in banks	7,088	36	2.04%	1,741	7	1.61%
Total earning assets	638,631	6,328	3.97%	618,186	5,553	3.60%
Cash & due from banks	15,667			29,703		
Other assets	41,336			38,533		
Allowance for loan & lease losses	(4,650)			(4,490)		
	\$ 690,984			\$ 681,932		
LIABILITIES & SHAREHOLDERS'						
EQUITY						
Interest checking and money market	\$ 202,877	\$ 120	0.24%	\$ 227,094	\$ 76	0.13%
Savings	72,436	7	0.04%	70,129	7	0.04%
Time deposits	88,398	397	1.80%	79,204	241	1.22%
Other borrowings	22,918	124	2.17%	15,500	54	1.40%
Total interest bearing liabilities	386,629	648	0.67%	391,927	378	0.39%
Noninterest bearing demand deposits	215,981			212,305		
Other liabilities	10,054			5,910		
Total liabilities	612,664			610,142		
Shareholders' equity	78,320			71,790		
	\$ 690,984			\$ 681,932		
Net interest income & margin		\$ 5,680	3.57%		\$ 5,175	3.36%

Six months ended June 30,	2019			2018		
ASSETS	Avg Balance	Interest	Avg Yield	Avg Balance	Interest	Avg Yield
Taxable loans and leases	\$ 322,034	\$ 7,904	4.95%	\$ 292,113	\$ 6,811	4.70%
Tax-exempt loans and leases	18,310	378	4.16%	13,879	306	4.45%
Taxable investment securities	275,648	3,910	2.86%	257,145	3,028	2.37%
Tax-exempt investment securities	12,713	231	3.66%	22,166	372	3.38%
Federal funds	348	5	2.90%	17,994	148	0.02
Interest-bearing deposits in banks	6,775	80	2.38%	1,743	13	1.50%
Total earning assets	635,828	12,508	3.97%	605,040	10,678	3.56%
Cash & due from banks	15,920			43,262		
Other assets	41,374			39,341		
Allowance for loan & lease losses	(4,536)			(4,488)		
	\$ 688,586			\$ 683,155		
LIABILITIES & SHAREHOLDERS'						
EQUITY						
Interest checking and money market	\$ 206,918	\$ 214	0.21%	\$ 223,317	\$ 133	0.12%
Savings	73,016	14	0.04%	69,872	13	0.04%
Time deposits	88,018	785	1.80%	79,447	453	1.15%
Other borrowings	21,235	218	2.07%	15,500	108	1.41%
Total interest bearing liabilities	389,187	1,231	0.64%	388,136	707	0.37%
Noninterest bearing demand deposits	212,737			214,930		
Other liabilities	9,842			7,078		
Total liabilities	611,766			610,144		
Shareholders' equity	76,820			73,011		
	\$ 688,586			\$ 683,155		
Net interest income & margin		\$ 11,277	3.58%		\$ 9,971	3.32%