



Golden Valley Bancshares Reports Third 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 third quarter 2024 financial results.

The company continues to show quarter to quarter increases in earnings, deposits and loans in 2024 with assets just short of \$500 million on September 30 and shareholders' equity up \$8.5 million over the last 12 months. Book value per share is up \$3.75 over the same period.

"It's been a tough couple of years for banks for a variety of reasons," said Mark Francis, President and CEO. "We are seeing encouraging improvements in both our balance sheet and income statement. Credit quality is solid and margins are increasing."

Consolidated Balance Sheet (unaudited)

(Dollars in Thousands)

	9/30/2024	6/30/2024	3/31/2024	12/31/2023	9/30/2023
Total investment securities	\$ 163,244	\$ 164,229	\$ 175,578	\$ 181,989	\$ 180,194
Total loans, net of unearned income	241,501	237,880	236,226	240,104	238,665
Allowance for credit losses	(3,938)	(3,938)	(3,938)	(3,937)	(3,936)
Total assets	499,636	492,330	486,135	488,564	507,750
Total deposits	451,498	447,513	442,062	445,045	467,843
Subordinated debentures	5,879	5,867	5,855	5,843	5,831
Total shareholders' equity	39,387	36,610	35,348	34,627	30,884
Loan to deposit ratio	53.49%	53.16%	53.44%	53.95%	51.01%
Book value per share	\$ 17.61	\$ 16.37	\$ 15.86	\$ 15.54	\$ 13.86
Subsidiary Bank's Tier 1 leverage ratio	10.10%	10.10%	9.87%	9.59%	9.26%

Net profit for the quarter ended September 30, 2024, totaled \$867,000 compared to \$781,000 for the quarter ending June 30, 2024 and \$766,000 for the quarter ending March 31, 2024. For the nine months ended September 30, 2024, the Company reported \$2,414,000 compared to net profit of \$2,845,000 for the first nine months of 2023. The decline in earnings year over year was a result of increasing deposit costs during this higher interest rate environment.

Consolidated Income Statement (unaudited)

(Dollars in Thousands)

	Quarterly Highlights				
	3rd Quarter 2024	2nd Quarter 2024	1st Quarter 2024	4th Quarter 2023	3rd Quarter 2023
Interest income	\$ 5,521	\$ 5,160	\$ 5,070	\$ 5,159	\$ 5,092
Interest expense	1,728	1,630	1,565	1,413	1,328
Net interest income	3,793	3,530	3,505	3,746	3,764
Provision for credit losses	2	-	2	1	3
Noninterest income	275	301	268	248	258
Noninterest expense	3,199	3,050	3,005	3,087	3,029
Net income	867	781	766	906	990
Basic earnings per share	\$ 0.39	\$ 0.35	\$ 0.34	\$ 0.41	\$ 0.44
Diluted earnings per share	\$ 0.38	\$ 0.34	\$ 0.34	\$ 0.40	\$ 0.44
Return on average assets	0.69%	0.64%	0.63%	0.73%	0.79%
Return on average equity	9.13%	8.87%	8.84%	11.43%	12.38%
Net interest margin	3.08%	2.95%	2.92%	3.05%	3.03%
Efficiency ratio	69.61%	71.01%	73.34%	67.60%	64.87%

“Our dedicated staff remains diligent on focusing on our mission statement to create a truly unique, local banking experience for our customers, employees, community and shareholders. The stable increase in our loans, deposits, assets and net income throughout 2024 is a reflection of that commitment,” added Francis.

Asset quality continues to be excellent as there were no loans considered to be non-performing. By comparison, the average was 0.62% of total assets for the Bank’s national peer group, based on data provided as of June 30, 2024 (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 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 Relations 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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