



FOR IMMEDIATE RELEASE

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**Community Valley Bank celebrates 7th Year Anniversary with its
16th Consecutive Quarter of Profitability**

El Centro, CA (November 8, 2014) Community Valley Bank is pleased to announce its 16th consecutive quarter of profitability. For the quarter ending September 30th, CVB reported \$220,000 in net profit. Operational profit year to date is \$734,000. Including a \$300,000 valuation allowance credit to taxes, year to date total net profit is \$1,034,000.

Total assets as of September 30th stood at \$113,968,000, total net loans were \$83,176,000, and our Total Equity Capital was \$12,785,000, providing an equity capital ratio of 11.30%. This is well above the regulatory ratio required to be considered a well capitalized bank.

Positive loan growth has been somewhat offset by unexpected early loan payoffs. We continue to see excellent loan growth through our SBA programs. CVB was proud to be the 6th rated bank for SBA volume in the San Diego-Imperial county region for the period through August 31, 2014. Our Allowance for Loan and Lease Losses ended the quarter at \$1,280,000 or 1.51% of loans. Board and Management believe the ALLL is fully funded at this time.

As of September 30th, 2014, the stock price was \$5.36 per share. Tangible book value of the common stock was \$6.74 per share.

We thank all of you for continuing to be a part of Community Valley bank. This month we celebrate our 7th anniversary and we are extremely grateful for those of you who have been with us from the very beginning. It certainly has been a bumpy ride but we are confident that the bank is, and will continue to move in a positive direction. Know that both your CVB Board and Management will provide our very best to deliver value to you our shareholders.

To that end, we take great pleasure in announcing that we have received regulatory approval to open our 3rd CVB branch. The branch is expected to open in the 1st quarter of 2015, in Palm Desert, CA. Our Palm Desert Loan Production office has been very beneficial to CVB over the last couple of years. We recognize that by opening a full service branch, we may further enhance relationships with our many loan customers in the Coachella Valley.

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	<u>September</u>	<u>December</u>	<u>September</u>
Consolidated Financial Condition Data	2014	2013	2013
Assets			
Loans receivable - net	\$ 83,176,000	\$ 73,703,000	\$ 72,326,000
Cash and cash equivalents	21,934,000	35,037,000	31,163,000
Investment Securities	1,270,000	1,466,000	1,771,000
Federal Home Loan Bank Stock	392,000	447,000	450,000
Other Assets	7,196,000	6,950,000	6,588,000
Total Assets	\$ <u>113,968,000</u>	\$ <u>117,603,000</u>	\$ <u>112,298,000</u>
Liabilities			
Deposits	92,796,000	98,164,000	93,378,000
Borrowings (FHLB)	7,500,000	6,000,000	6,000,000
Mortgage			
Indebtedness	538,000	684,000	699,000
Other Liabilities	349,000	464,000	490,000
Total Liabilities	<u>101,183,000</u>	<u>105,312,000</u>	<u>100,567,000</u>
Preferred Stock	1,800,000	2,400,000	2,400,000
Common Stock	14,316,000	14,298,000	14,287,000
Costs/Dividends	(10,500)	(100,000)	(94,000)
Surplus	544,000	537,000	516,000
Total Undivided			
Profits	\$ <u>(3,801,500)</u>	\$ <u>(4,727,000)</u>	\$ <u>(5,266,000)</u>
Unrealized Gain/Loss	(63,000)	(117,000)	(112,000)
Stockholder's Equity - net	12,785,000	12,291,000	11,731,000
Total Liabilities and Shareholder Equity	\$ <u>113,968,000</u>	\$ <u>117,603,000</u>	<u>112,298,000</u>
	<u>September</u>	<u>December</u>	<u>September</u>
Selected Consolidated Earnings Data	2014	2013	2013
Total interest income and fees	\$ 4,080,000	\$ 5,420,000	\$ 3,977,000
Total interest expense	<u>(474,000)</u>	<u>(712,000)</u>	<u>(534,000)</u>
Net interest income	3,606,000	4,708,000	3,443,000
Provision of losses on loans	<u>(143,000)</u>	<u>(615,000)</u>	<u>(615,000)</u>
Net interest income after provision for losses on loans	3,463,000	4,093,000	2,828,000
Total other income (Noninterest income)	355,000	910,000	938,000
General administrative and other			
expenses	(3,084,000)	(4,163,000)	(3,066,000)
Income tax expense (benefit)	<u>300,000</u>	<u>400,000</u>	<u>0</u>
Net Profit/Loss	\$ <u>1,034,000</u>	\$ <u>1,240,000</u>	\$ <u>700,000</u>