



Financial Highlights September 30, 2017

Bakersfield, California – October 26, 2017. Mission Bancorp (“Mission” or “the Company”), (OTC Pink: MSBC), parent company of Mission Bank (“the Bank”), reported unaudited net income of \$1.9 million for the third quarter of 2017, a 38% increase compared to the third quarter of 2016. Earnings per share were \$1.13 (basic) for the third quarter of 2017, compared to \$0.82 (basic) for the same prior year period, a year over year increase of 38%. The third quarter of 2017 represents the 74th consecutive profitable quarter for the Company.

Mission Bank’s loan portfolio continued to show strong growth during the third quarter, which led to an increase in net interest income and net income. Outstanding loans increased to \$447.6 million representing another record high. Loans increased \$84.1 million, or 23% compared to September 30, 2016.

“Mission Bancorp’s performance continued to reach new highs in the third quarter,” said A. J. Antongiovanni, Mission Bank’s president and chief executive officer. “During the third quarter the confluence of strong quarterly loan growth, increasing loan yields and the start-up of our new captive insurance subsidiary resulted in 38% year-over-year quarterly earnings per share growth. Our return on equity also surpassed 14% for the first time since 2008. We continue to credit our success to our focus on relationship banking, which places a priority on providing a wide range of high-quality services to local businesses.”

Mr. Antongiovanni also stated “We are also very happy to announce that we will be opening our eighth Business Banking Center in Ventura. Coastal community businesses can expect to see the same level of commitment, integrity and service that we are known for in our existing markets.”

Total deposits increased to \$532.7 million at September 30, 2017, up 9% compared to the same period last year. Total assets grew by 2% percent reaching \$589.0 million at September 30, 2017, compared to the third quarter of 2016.

Shareholders’ equity increased by \$6.0 million, or 13%, to \$52.5 million at the end of the third quarter of 2017, compared to \$46.5 million at September 30, 2016. The increase in shareholders’ equity is due to strong earnings over the past year. Mission attributes earnings


growth to increases in the loan portfolio and loan yields, as well as non-interest expense control.

The return on average assets and the return on average equity increased to 1.27% and 14.52%, respectively, for the third quarter of 2017. This compares to 0.96% and 11.81%, respectively, for the same period in 2016.

Book value per share increased by \$3.44 to \$31.52 at September 30, 2017 compared to \$28.08 at September 30, 2016. Earnings per share and book value per share are adjusted to reflect the 5 percent stock dividend, which was declared on April 20, 2017.

About Mission Bancorp

Mission Bancorp is the parent holding company of four wholly owned subsidiaries, Mission Bank, Mission Bank 1031 Exchange, LLC, Mission Community Development, LLC, and Nosbig 88, Inc., as well as a 50% owner of Double W, LLC, an entity that owns commercial property including the Bank's Shafter Business Banking Center. Mission Bancorp is headquartered in Bakersfield, California and has seven Business Banking Centers, serving the greater areas of Bakersfield, Lancaster, Mojave, and Ridgecrest.

 MISSION BANK <i>"Let our Experience work for you"</i>	MISSION BANCORP						
	(Unaudited)						
	Three Months			Nine Months			
	September 30			September 30			
FOR THE PERIOD	2017	2016	% Change		2017	2016	% Change
Net Interest Income	\$ 5,853,614	\$ 4,468,137	31.01%		\$ 16,418,980	\$ 13,426,650	22.29%
Provision for Loan Loss	\$ 172,904	\$ 199,918	-13.51%		\$ 684,667	\$ 505,883	35.34%
Non Interest Income	\$ 1,126,945	\$ 1,332,660	-15.44%		\$ 3,370,480	\$ 3,664,191	-8.02%
Non Interest Expense	\$ 3,775,529	\$ 3,316,125	13.85%		\$ 10,951,700	\$ 10,060,534	8.86%
Pre Tax Income	\$ 3,032,126	\$ 2,284,754	32.71%		\$ 8,153,093	\$ 6,524,424	24.96%
Provision for Taxes	\$ 1,144,153	\$ 921,073	24.22%		\$ 3,219,981	\$ 2,645,073	21.74%
Net Income	\$ 1,887,973	\$ 1,363,681	38.45%		\$ 4,933,112	\$ 3,879,351	27.16%
Shares (End of Period)	1,666,013	1,655,011	0.66%		1,666,013	1,655,011	0.66%
Income Per Share - Basic	\$ 1.13	\$ 0.82	37.80%		\$ 2.96	\$ 2.34	26.50%
SELECTED FINANCIAL RATIOS							
(Annualized)							
Return on average assets	1.27%	0.96%			1.11%	0.97%	
Return on average equity	14.52%	11.81%			13.27%	11.71%	
AT PERIOD END							
Loans & Leases					\$ 447,612,160	\$ 363,472,615	23.15%
Allowance for Loan Loss					\$ 5,157,016	\$ 4,323,593	19.28%
Total Assets					\$ 589,000,292	\$ 578,137,219	1.88%
Deposits					\$ 532,705,999	\$ 489,030,624	8.93%
Shareholder equity					\$ 52,504,660	\$ 46,476,110	12.97%
Allowance for Loan Loss							
to Total Loans					1.15%	1.19%	-3.36%
Book value per share					\$ 31.52	\$ 28.08	12.25%