



Financial Highlights March 31, 2018

Bakersfield, California, April 20, 2018 -- Mission Bancorp ("Mission" or "the Company"), (OTC Pink: MSBC), a bank holding company and parent of Mission Bank (the "Bank"), reported unaudited net income available to common shareholders of \$2.6 million, or \$1.50 per basic common share, for the first quarter of 2018, compared to net income available to common shareholders of \$1.5 million, or \$0.84 per basic common share, for the first quarter of 2017. The first quarter of 2018 is the 76th consecutive quarter of profitability for the Bank. Recognizing another year of strong earnings, balance sheet growth, and shareholder returns, the Company has declared a 5.00% stock dividend, which will be issued on June 4, 2018 to shareholders of record as of May 21, 2018. The financial results, including earnings per share, and book value per share, reported in this press release have been adjusted to reflect the impact of the 5.00% stock dividend.

Net income for the first quarter of 2018 increased by 79.9% to \$2.6 million, as compared to the quarter ended March 31, 2017. A 48.5% increase in pre-tax income, combined with the reduction of our effective tax rate due to the newly enacted Tax Cuts and Jobs Act ("the Trump Tax Cut") resulted in a significant increase in net income for the first quarter of 2018, compared to the same prior year period. The reduction of the Federal corporate income tax rate due to the enactment of the Tax Cuts and Jobs Act resulted in a 31.4% decline in our effective tax rate for the first quarter of 2018, compared to the first quarter of 2017.

Pre-tax income growth was driven by strong revenue growth, which significantly outpaced non-interest expense growth, on a year over year comparative basis. Revenue growth was propelled by a 26.7% increase in net interest income, and a 42.6% increase in non-interest income for the first quarter of 2018, compared to the same prior year period, while non-interest expense grew by 20.8% on a year-over-year basis. Net interest income growth was attributable to growth in average loans and net interest margin expansion. Non-interest income was bolstered by an increase in the revenue attributable to our Small Business Administration lending program. Non-interest expense increased in part due to our new Ventura, California loan production office, which we opened late in 2017.

"Mission's net income growth for the first quarter of 2018 was exceptional, and was bolstered by the Trump Tax Cut; however, most of the growth came from core pre-tax income, which accounted for over 70% of the increase in net income compared to the first quarter of 2017," said A.J. Antongiovanni, Mission's President and Chief Executive Officer. Mr. Antongiovanni continued, "Our secret to success remains our focus on "relationship banking", which offers a customized solution for each of our business clients with the added benefit of local knowledge and decision making."

The Company's return on average assets was 1.63%, for the first quarter ended March 31, 2018, compared to 1.00% for the same prior year period. The Company's return on average equity increased to 19.38%, for the first quarter ended March 31, 2018, from 12.38% for the first quarter of 2017.

Gross loans increased by \$11.1 million during the first quarter of 2018 to \$480.0 million and grew by \$64.6 million, or 15.6% on a year over year basis.

Mission's total deposits increased by \$29.6 million during the first quarter to \$607.0 million at March 31, 2018, and by \$68.7 million, or 12.8%, compared to the same prior year period. Mission Bank's non-interest bearing deposits represented 50.7% of its total deposits at the end of the first quarter of 2018. Total assets grew by 5.8% to \$666.1 million at March 31, 2018 compared to \$629.9 million at March 31, 2017.

Shareholders' equity increased \$7.1 million, or 14.5% to \$55.7 million at March 31, 2018 compared to \$48.6 million at March 31, 2017. The increase in equity is due to strong earnings over the past year. Compared to the first quarter of 2017, book value per share increased by \$3.70, or 13.2%, to \$31.68.

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, and a single loan production office, serving the greater areas of Bakersfield, Lancaster, Mojave, Ridgecrest, and Ventura.

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 MISSION BANCORP <i>"Let our Experience work for you"</i>	MISSION BANCORP		
	(Unaudited)		
	Three Months		
	<u>March 31</u>		
FOR THE PERIOD	<u>2018</u>	<u>2017</u>	<u>% Change</u>
Net Interest Income	\$ 6,476,674	\$ 5,112,976	26.67%
Provision for Loan Loss	\$ 220,552	\$ 301,955	-26.96%
Non Interest Income	\$ 1,536,907	\$ 1,078,031	42.57%
Non Interest Expense	\$ 4,162,864	\$ 3,445,014	20.84%
Pre-tax Income	\$ 3,630,165	\$ 2,444,038	48.53%
Provision for Taxes	\$ 1,001,087	\$ 982,722	1.87%
Net Income	\$ 2,629,078	\$ 1,461,316	79.91%
Shares Outstanding (End of Period)	1,757,404	1,737,762	1.13%
Income Per Share - Basic	\$ 1.50	\$ 0.84	78.57%
Note: Shares Outstanding were adjusted for the 5% dividend declared on April 19, 2018.			
SELECTED FINANCIAL RATIOS			
(Annualized)			
Return on average assets	1.63%	1.00%	
Return on average equity	19.38%	12.38%	
AT PERIOD END			
Loans & Leases	\$ 479,983,776	\$ 415,358,100	15.56%
Allowance for Loan Loss	\$ 5,634,462	\$ 4,771,698	18.08%
Total Assets	\$ 666,064,587	\$ 629,877,528	5.75%
Deposits	\$ 606,964,134	\$ 538,251,029	12.77%
Components of Equity:			
Common Stock	\$ 23,527,639	\$ 20,243,052	
Retained Earnings	\$ 33,258,901	\$ 28,833,022	
Accumulated Other Comprehensive Income	\$ (1,090,968)	\$ (438,240)	
Minority Interest	\$ (29,165)	\$ (9,568)	
Total Shareholder equity	\$ 55,666,407	\$ 48,628,266	14.47%
Allowance for Loan Loss			
to Total Loans	1.17%	1.15%	1.74%
Book value per share	\$ 31.68	\$ 27.98	13.22%