

# Oregon Bancorp Reports Strong Earnings

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For Immediate Release

**Contact: Neil Grossnicklaus**  
**Oregon Bancorp, Inc.**  
**503-763-6351**

**Salem, Oregon-** Oregon Bancorp, Inc., parent company of Willamette Valley Bank (OTCBB: ORBN), reported strong earnings through the second quarter of 2013. Second quarter earnings reached \$308,331 which is an 8% increase over the same period last year bring year-to-date income to \$531,742. “Our regional economy has shown signs of broad improvement and the housing market has demonstrated particular strength. This has driven strong residential loan demand as home purchases have accelerated,” stated Neil Grossnicklaus, President and Chief Executive Officer.

- Quarterly Return on Average Assets and Equity was 1.04% and 7.02%, respectively
- Earnings per share reached \$0.25 for the quarter and \$0.43 year-to-date
- Net interest margin for the second quarter was 4.31%
- Mortgage banking revenue increased 34.5% from the year-over-year quarter
- Tier 1 capital improved from 13.62% to 14.92% year-over-year

Joseph Potwora, Senior Vice President and Manager of the Willamette Valley Bank Home Loan Division commented, “Historically low mortgage rates and rising values in local housing markets have enabled increased residential lending to more qualified borrowers.”

Lisa Schrunk, Executive Vice President and Chief Lending Officer said, “The economic recovery is slowly gaining strength and small business borrowers are starting to expand.”

“Willamette Valley Bank helped nearly 1,600 Northwest families purchase or refinance their homes in the past year,” commented Grossnicklaus. “In the last twelve months we have made over \$346 million in new loans demonstrating our continued commitment to homeownership.”

*Oregon Bancorp, Inc. is the parent company of Willamette Valley Bank, a community bank headquartered in Salem, Oregon. The Bank operates full-service Oregon branches in Salem, Keizer, Silverton, and Albany. The Bank also operates Home Loan Centers in Portland, Lake Oswego, Clackamas, Hillsboro, Newberg, Wilsonville, Eugene, Bend, Ashland, and Medford, Oregon and Vancouver, Washington.*