

# Oregon Bancorp Reports Record Earnings

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For Immediate Release

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**Salem, Oregon-** Oregon Bancorp, Inc., parent company of Willamette Valley Bank (OTCBB: ORBN), reported net income for the fourth quarter of \$497 thousand or 47 cents per fully diluted share. Full year earnings were \$1.9 million, or \$1.81 per fully diluted share. The company paid a \$0.30 dividend in the most recent quarter.

“We are pleased to see our earnings increase significantly last year,” Neil D. Grossnicklaus, President and CEO stated. “We are seeing resiliency in the housing sector and better market conditions for our commercial borrowers.”

Oregon Bancorp’s return on assets of 1.37% and return on equity of 12.55% were driven primarily by strong commercial loan growth of 11% over year-ago levels to \$109.5 million and complemented by continued robust fee income from the mortgage business channel. Total deposits rose 18% as the bank added a substantial number of new local customers.

“We are seeing a growing confidence amongst our commercial customers leading toward more business expansion. We also helped over 1,300 Northwest families purchase or refinance their homes in the past year,” commented Grossnicklaus. “This represents \$314 million in new lending as part of our continuing 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, Sherwood, Wilsonville, Eugene, Bend, Grants Pass, and Medford, Oregon, Vancouver, Washington, and Coeur d’Alene, Priest River and Boise, Idaho.*

**QUARTERLY FINANCIAL REPORT - DECEMBER 2015**

(in thousands except per share data)

	<b>Unaudited</b>	<b>Unaudited</b>
	<b>December 31, 2015</b>	<b>December 31, 2014</b>
<b>Summary Statements of Condition</b>		
Cash and short term investments	\$ 9,786,949	\$ 8,455,603
Securities	85,297	1,166,727
Loans:		
Commercial	5,720,902	6,433,711
Commercial real estate	102,615,517	90,443,645
Other	2,746,964	2,739,121
Loan loss reserve and unearned income	(1,602,495)	(1,570,562)
Total net loans	109,480,888	98,045,915
Loans available for sale	22,986,913	15,280,049
Property and other assets	8,319,946	7,940,497
Total assets	<u>\$ 150,659,993</u>	<u>\$ 130,888,791</u>
Deposits:		
Noninterest-bearing demand	\$ 27,161,524	\$ 16,773,790
Interest-bearing demand	7,946,014	6,068,647
Savings and Money Market	37,861,330	38,727,143
Certificates of deposit	58,051,940	49,574,430
Total deposits	131,020,808	111,144,010
Other liabilities	3,429,692	5,246,210
Shareholders' equity	16,209,493	14,498,571
Total liabilities and shareholders' equity	<u>\$ 150,659,993</u>	<u>\$ 130,888,791</u>
Book value per share	\$ 15.30	\$ 13.80

	<b>Unaudited</b>	<b>Unaudited</b>
	<b>Year ending</b>	<b>Year ending</b>
	<b>December 31, 2015</b>	<b>December 31, 2014</b>
<b>Summary Statements of Income</b>		
Interest income	\$ 6,906,664	\$ 5,454,246
Interest expense	816,035	630,826
Net interest income	6,090,629	4,823,420
Provision for loan losses	-	-
Noninterest income	14,257,598	6,965,643
Noninterest expense	17,266,845	11,550,062
Net income before income taxes	3,081,382	239,001
Provision for income taxes	1,153,709	89,973
Net income after income taxes	<u>\$ 1,927,673</u>	<u>\$ 149,028</u>
Net income per share, basic	\$ 1.82	\$ 0.15
Net income per share, fully diluted	\$ 1.81	\$ 0.15