



## IDAHO FIRST BANK

### FOR IMMEDIATE RELEASE

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### Idaho First Bank Announces 2<sup>st</sup> Quarter 2019 Results

McCall, Idaho – August 15, 2019 – Today Idaho First Bank (the “Bank”) (OTC: IDFB) announced unaudited financial results for the second quarter of 2019.

The Bank’s net income was \$445 thousand for the six months ended June 30, 2019 compared with net income of \$111 thousand for the same period in 2018. The main reason for the improvement was due to an increase in net interest income. Net interest income before the provision for loan losses was \$4.0 million for the six months ended June 30, 2019, compared to \$3.3 million for the same period in 2018. Mark Miller, Chairman of the Board, stated “We are meeting our targets for growth and profitability and the Board is pleased to see the performance of the Bank.”

Total average assets grew \$25.1 million, or 14%, to \$208.3 million for the six months ended June 30, 2019 compared with \$183.2 million for the same period in 2018. Average loans for the six months ending June 30, 2019 increased \$13.5 million, or 9%, to \$162.2 million at June 30, 2019 compared with \$148.8 million for the same period in 2018. Most of the loan increases were in the construction/land development, the commercial and industrial, and the commercial real estate categories. Average deposits for the six months ending June 30, 2019 increased \$21.6 million, or 13%, to \$183.8 million at June 30, 2019 compared to \$162.2 for the same period in 2018. The largest deposit changes were increases to non-interest checking and time deposits of \$10.4 million for both categories.

The allowance for loan losses stood at \$2,004,000, or 1.30% of loans at June 30, 2019. Troubled asset ratios improved to remarkable lows at June 30, 2019, with nonperforming loans to total loans measuring just 0.1%. The Bank had a net recovery of \$1,000 for the quarter. Nonperforming assets decreased to \$149,000 as of June 30, 2019. The Bank has no other real estate owned. Kathleen Lewis, EVP and Chief Credit Officer commented, “While we continuously evaluate the loan portfolio, we are quite pleased with this noteworthy achievement of reaching this ratio of non-performing loans to total loans.”

Shareholders’ equity at June 30, 2019, was \$19.4 million. Book value per share improved from \$5.91 as of March 31, 2019, to \$6.06 at June 30, 2019, as a result of the improvement in profitability and accretive stock issuances. “The Bank’s performance combined with additional capital continues to build the financial strength of the Bank and provides for continued strength to meet our growth and performance goals.” stated Greg Love, President and CEO.

The Bank also announced the promotion of Steve Speidel to Senior Vice-President and CFO. He replaces our long-term CFO, Don Madsen, who retired as of June 30, 2019. “I welcome Steve into the executive suite of our Bank and say a heart-felt thank you to Don Madsen for the many years of excellent service to this organization,” said CEO Lovell.

#### **About Idaho First Bank**

Idaho First Bank is a full service state-chartered community bank established in October 2005 and headquartered in McCall, Idaho. The Bank serves the greater southwest Idaho communities with three additional branches located in New Meadows, Eagle and Boise. Idaho First Bank is a member of the FDIC and an Equal Housing Lender. For more information, visit us at [www.idahofirstbank.com](http://www.idahofirstbank.com)

*This release contains “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995 (“PSLRA”). Such forward-looking statements are subject to risks and uncertainties that may cause actual results to differ materially from those projected. These risks and uncertainties include, but are not limited to, economic conditions, the regulatory environment, loan concentrations, vendors, employees, technology, competition, and interest rates. Readers are cautioned not to place undue reliance on the forward-looking statements. Idaho First Bank has no obligation to publicly update forward-looking statements after the date of this release. This statement is included for the express purpose of invoking PSLRA’s safe harbor provisions.*

**Idaho First Bank**  
**Financial Highlights (unaudited)**  
(Dollars in thousands, except per share)

<b>For the six months ended June 30:</b>	<b>2019</b>	<b>2018</b>	<b>Change</b>	
Net interest income	\$ 3,977	\$ 3,324	\$ 652	20%
Provision for loan losses	185	140	45	32%
Mortgage banking income	556	927	(371)	-40%
Other noninterest income	278	253	25	10%
Noninterest expenses	4,005	4,162	(157)	-4%
Net income before taxes	620	202	419	208%
Tax provision	175	91	84	92%
Net income	\$ 445	\$ 111	\$ 335	302%

<b>At June 30:</b>	<b>2019</b>	<b>2018</b>	<b>Change</b>	
Loans	\$ 153,673	\$ 153,687	\$ (14)	0%
Allowance for loan losses	2,004	1,847	157	8%
Assets	209,503	188,088	21,415	11%
Deposits	185,186	165,597	19,589	12%
Stockholders' equity	19,355	16,951	2,404	14%
Nonaccrual loans	149	1,255	(1,106)	-88%
Accruing loans more than 90 days past due	-	-	-	
Other real estate owned	-	-		
Total nonperforming assets	149	1,255	(1,106)	-88%
Book value per share	6.06	5.64	0.42	7%
Shares outstanding	3,195,180	3,004,634	190,546	6%
Allowance to loans	1.30%	1.20%		
Allowance to nonperforming loans	1342%	147%		
Nonperforming loans to total loans	0.10%	0.82%		

<b>Averages for the quarter ended June 30:</b>	<b>2019</b>	<b>2018</b>	<b>Change</b>	
Loans	\$ 159,624	\$ 150,791	\$ 8,833	6%
Earning assets	198,127	174,190	23,937	14%
Assets	207,273	183,518	23,755	13%
Deposits	182,588	162,091	20,497	13%
Stockholders' equity	18,769	17,159	1,610	9%
Loans to deposits	87%	93%		
Net interest margin	3.98%	3.88%		

**Idaho First Bank**  
**Quarterly Financial Highlights (unaudited)**  
(Dollars in thousands)

<b>Income Statement</b>	<b>Q2 2019</b>	<b>Q1 2019</b>	<b>Q4 2018</b>	<b>Q3 2018</b>	<b>Q2 2018</b>
Net interest income	\$ 1,964	\$ 2,013	\$ 1,927	\$ 1,832	\$ 1,687
Provision for loan losses	-	185	175	140	70
Mortgage banking income	322	233	314	342	334
Other noninterest income	145	133	162	138	126
Noninterest expenses	2,031	1,974	1,891	1,885	1,960
Net income before taxes	400	220	337	287	117
Tax provision	107	68	91	75	32
Net income	\$ 293	\$ 152	\$ 246	\$ 212	\$ 85
<b>Period End Information</b>	<b>Q2 2019</b>	<b>Q1 2019</b>	<b>Q4 2018</b>	<b>Q3 2018</b>	<b>Q2 2018</b>
Loans	\$153,673	\$161,243	\$166,830	\$161,904	\$ 153,687
Allowance for loan losses	2,004	2,003	2,114	1,988	1,847
Nonperforming loans	149	149	449	1,255	1,255
Other real estate owned	-	-	-	-	-
Quarterly net charge-offs (recoveries)	(1)	297	49	(1)	(15)
Allowance to loans	1.30%	1.24%	1.27%	1.23%	1.20%
Allowance to nonperforming loans	1342%	1344%	471%	158%	147%
Nonperforming loans to loans	0.10%	0.09%	0.27%	0.78%	0.82%
<b>Average Balance Information</b>	<b>Q2 2019</b>	<b>Q1 2019</b>	<b>Q4 2018</b>	<b>Q3 2018</b>	<b>Q2 2018</b>
Loans	\$159,624	\$164,898	\$164,836	\$158,991	\$ 150,791
Earning assets	198,127	199,974	191,291	186,270	174,190
Assets	207,273	209,341	200,387	195,520	183,518
Deposits	182,588	185,035	177,021	172,548	162,091
Stockholders' equity	18,769	18,452	17,651	17,407	17,159
Loans to deposits	87%	89%	93%	92%	93%
Net interest margin	3.98%	4.08%	4.00%	3.90%	3.88%