

## **Idaho First Bank Announces 1<sup>st</sup> Quarter 2018 Results**

McCall, Idaho – April 23, 2018 – Today Idaho First Bank (the “Bank”) (OTC: IDFB) announced unaudited financial results for the first quarter of 2018.

Net income for the first quarter of 2018 was \$26,000, an improvement of \$166,000, from the \$140,000 net loss in the first quarter of 2017. The major factor was the \$353,000 growth in net interest income. This 27% year-to-year improvement was due to a 24% increase in average loan balances, as well as an improvement in net interest margin from 3.75% to 3.84%. In addition, Mortgage banking income was \$241,000 higher. Results were also affected by the change in the Idaho income tax rate. This state tax rate change caused a one-time increase in the first quarter’s tax provision of \$35,000.

Mark Miller, Chairman of the Board, commented, “The Board is pleased with the year-to-year positive trends in Bank earnings. The Board continues to be active in their oversight responsibilities and in referring business to the Bank. I believe that everyone in the organization is focused on growing safely and profitably.”

Greg Lovell, President and CEO commented, “The branches in Eagle and New Meadows, which opened in late 2016, are growing and are helping the Bank return to consistently improving earnings. They are also providing additional lower cost core deposits which was one of the strategic goals in adding these offices.”

At March 31, 2018, the Bank’s total assets were \$186 million, an increase of \$40 million, or 28% over March 31, 2017. Total loans increased 29%, or \$34 million. Deposits increased 32% during the same 12 months. The Bank’s core local deposit growth was strong which resulted in a significant reduction in wholesale deposits. President Lovell commented “the growth in assets shows the strength of our core markets and that our team is doing a great job of providing remarkable experiences to our clients. Our Associates drive the growth of this Bank and we are appreciative of their efforts.”

The allowance for loan losses stood at \$1,762,000, or 1.18% of loans at March 31, 2018. Total nonperforming assets were \$1.3 million at March 31, 2018. The Bank believes the majority of these loans will be positively resolved in the first half of 2018. The Bank has no other real estate owned.

Shareholders’ equity at March 31, 2018, was \$16.9 million, and book value per share was \$5.62. “The Bank’s capital ratios remain strong and exceed the regulatory thresholds required for well-capitalized banks”, stated Don Madsen, EVP and Chief Financial Officer.

Idaho First Bank is a state-chartered commercial bank that opened for business in October 2005. Its headquarters are located in McCall, Idaho, with branches in Boise, Eagle and New Meadows.

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 the forward-looking statements after the date of this release. This statement is included for the express purpose of invoking PSLRA’s safe harbor provisions.

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

<b>For the three months ended March 31:</b>	<b>2018</b>	<b>2017</b>	<b>Change</b>	
Net interest income	\$ 1,637	\$ 1,284	\$ 353	27%
Provision for loan losses	70	-	70	
Mortgage banking income	593	352	241	68%
Other noninterest income	126	115	11	10%
Noninterest expenses	2,201	1,978	223	11%
Net income (loss) before taxes	85	(227)	312	137%
Tax provision (benefit)	59	(87)	146	168%
Net income (loss)	\$ 26	\$ (140)	\$ 166	119%
<b>At March 31:</b>	<b>2018</b>	<b>2017</b>	<b>Change</b>	
Loans	\$ 149,157	\$ 115,322	\$ 33,835	29%
Allowance for loan losses	1,762	1,447	315	22%
Assets	185,793	145,332	40,461	28%
Deposits	165,431	125,446	39,985	32%
Stockholders' equity	16,853	16,541	312	2%
Nonaccrual loans	1,255	1,297	(42)	-3%
Accruing loans more than 90 days past due	2	-	2	
Other real estate owned	-	-		
Total nonperforming assets	1,257	1,297	(40)	-3%
Book value per share	5.62	6.17	(0.55)	-9%
Shares outstanding	3,000,819	2,678,875	321,944	12%
Allowance to loans	1.18%	1.25%		
Allowance to nonperforming loans	140%	112%		
Nonperforming loans to total loans	0.84%	1.12%		
<b>Averages for the quarter ended March 31:</b>	<b>2018</b>	<b>2017</b>	<b>Change</b>	
Loans	\$ 146,756	\$ 117,990	\$ 28,766	24%
Earning assets	173,075	139,007	34,068	25%
Assets	182,907	150,899	32,008	21%
Deposits	162,292	130,864	31,428	24%
Stockholders' equity	17,127	16,622	505	3%
Loans to deposits	90%	90%		
Net interest margin	3.84%	3.75%		

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

<b>Income Statement</b>	<b>Q1 2018</b>	<b>Q4 2017</b>	<b>Q3 2017</b>	<b>Q2 2017</b>	<b>Q1 2017</b>
Net interest income	\$ 1,637	\$ 1,555	\$ 1,406	\$ 1,318	\$ 1,284
Provision for loan losses	70	85	70	50	-
Mortgage banking income	593	503	606	540	352
Other noninterest income	126	144	135	123	115
Noninterest expenses	2,201	1,966	2,011	1,919	1,978
Net income (loss) before taxes	85	151	66	12	(227)
Tax provision (benefit)	59	1,098	25	4	(87)
Net income (loss)	\$ 26	\$ (947)	\$ 41	\$ 8	\$ (140)
<b>Period End Information</b>	<b>Q1 2018</b>	<b>Q4 2017</b>	<b>Q3 2017</b>	<b>Q2 2017</b>	<b>Q1 2017</b>
Loans	\$ 149,157	\$ 144,114	\$ 135,177	\$ 127,155	\$ 115,322
Allowance for loan losses	1,762	1,659	1,574	1,502	1,447
Nonperforming loans	1,257	1,264	1,264	1,274	1,297
Other real estate owned	-	-	-	-	-
Quarterly net charge-offs	(33)	(1)	(1)	(5)	154
Allowance to loans	1.18%	1.15%	1.16%	1.18%	1.25%
Allowance to nonperforming loans	140%	131%	125%	118%	112%
Nonperforming loans to loans	0.84%	0.88%	0.94%	1.00%	1.12%
<b>Average Balance Information</b>	<b>Q1 2018</b>	<b>Q4 2017</b>	<b>Q3 2017</b>	<b>Q2 2017</b>	<b>Q1 2017</b>
Loans	\$ 146,756	\$ 139,476	\$ 127,345	\$ 122,050	\$ 117,990
Earning assets	173,075	161,956	148,785	138,177	139,007
Assets	182,907	172,735	161,352	150,754	150,899
Deposits	162,292	152,250	141,176	130,735	130,864
Stockholders' equity	17,127	16,953	16,677	16,564	16,622
Loans to deposits	90%	92%	90%	93%	90%
Net interest margin	3.84%	3.81%	3.75%	3.83%	3.75%