July 31, 2018

FOR IMMEDIATE RELEASE

1st Capital Bank Announces
Second Quarter 2018 Financial Results;
Record Quarterly Pre-Tax Earnings

Salinas, California – July 31, 2018. **1st Capital Bank** (OTC Pink: FISB) reported unaudited net income of $1.51 million for the three months ended June 30, 2018, compared to net income of $855 thousand for the three months ended June 30, 2017 and net income of $1.24 million for the three months ended March 31, 2018, the immediately preceding quarter. Earnings per share were $0.31 (diluted), compared to $0.26 (diluted) for the prior quarter.

"We are pleased with our continued earnings momentum and are happy to report that we achieved a couple of important milestones in our brief history this past quarter, achieving an 11% after-tax return on equity and, secondly, growing past $600 million in total assets," said Thomas E. Meyer, President and Chief Executive Officer.

Unaudited net income for the six-month period ended June 30, 2018 increased 67.4% to $2.75 million, compared to $1.64 million for the six-month period ended June 30, 2017. Pre-tax income increased 42.2%, to $3.78 million for the six-month period ended June 30, 2018 from $2.66 million for the six-month period ended June 30, 2017. Quarterly net income increased $655 thousand, or 76.6%, year-over-year, compared to net income of $855 thousand recognized in the second quarter of 2017, and increased $272 thousand, or 21.9%, sequentially, compared to net income of $1.24 million recognized for the first quarter of 2018.

Net interest margin increased from 3.42% in the second quarter of 2017 and 3.70% in the first quarter of 2018 to 3.84% in the second quarter of 2018, as the Bank's average net loans-to-deposits ratio increased from 81.1% in the second quarter of 2017 and 83.4% in the first quarter of 2018 to 86.2% in the second quarter of 2018 and average gross loans outstanding increased $48 million, or 11.7%, year-over-year, from $412 million to $460 million, and $19 million, or 4.3%, sequentially. Net interest income before provision for loan losses for the three-month period ended June 30, 2018 was $5.50 million, a sequential increase of $293 thousand, or 5.6%, compared to $5.21 million recognized in the three-month period ended March 31, 2018. The Bank's cost of funds increased slightly, to 0.13% for the second quarter of 2018, compared to 0.13% for the second quarter of 2017 and 0.12% for the first quarter of 2018. On a year-over-year basis, quarterly net interest income before provision for loan losses increased $842 thousand, or 18.1%, from $4.66 million recognized in the second quarter of 2017.

"We are pleased to see the efforts of our team of outstanding bankers produce the strong results we are able to report today," said Thomas E. Meyer, President and Chief Executive Officer. "We remain committed to growing the core franchise of the Bank, that is, our expanding high quality core loan portfolio and our low-cost core deposits portfolio. In the second quarter, more than 44 percent of our average deposits were demand deposits, and they will continue to create value as we experience higher interest rates than in the past."

In the second quarter of 2018, loan growth was concentrated in the core portfolio, including commercial real estate loans, which organically grew $12 million, or 5.3%, from $236 million as of March 31, 2018 to $248 million as of June 30, 2018 and yielded 4.63%, 4.77%, and 4.82% in the second quarter of 2017 and the first and second quarters of 2018, respectively. Commercial and industrial loans grew $5 million, or 11.7%, from $40 million as of March 31, 2018 to $45 million as of June 30, 2018, and yielded 4.55%, 5.39% and 5.33% in the second quarter of 2017 and the first and second quarters of 2018, respectively. The single-family residential portfolio, which consists primarily of purchased loans, remained unchanged at $140 million as of March 31, 2018 and June 30, 2018. Loan purchases of $14 million in the second quarter of 2018 offset a similar amount of loan prepayments and principal amortization. The Bank's single-family residential loan portfolio yielded 3.19%, 3.37%, and 3.33% in the second quarter of 2017 and the first and second quarters of 2018, respectively, as higher yielding loans originated in-house declined $7 million in the second quarter of 2018, offsetting the higher yields obtained on recently purchased loans in comparison to prior purchases. Overall, the loan portfolio increased $22 million, or 4.8%, sequentially from March 31, 2018 to June 30, 2018 and $55 million, or 13.2%, year over year, from $419 million as of June 30, 2017 to $474 million as of June 30, 2018. The yield on the loan portfolio increased from 4.25% in the second quarter of 2017 to 4.38% in the first quarter of 2018 and 4.44% in the second quarter of 2018.

"Our second quarter operating results make it clear that the Bank has benefitted from the current rising interest rate environment. At the same time, management has taken steps to place the Bank on a more neutral footing with respect to possible future interest rate fluctuations," said Michael J. Winiarski, Chief Financial Officer. "We have been successful in controlling the cost of interest-bearing liabilities, but we are seeing increasing signs that the market is demanding higher interest rates on deposits, as well as becoming increasingly receptive to time deposits."

Non-interest income for the six-month period ended June 30, 2018 increased 95.9% to $978 thousand, compared to $499 thousand for the six-month period ended June 30, 2017. Quarterly non-interest income increased $355 thousand, or 146.0%, year-over-year to $597 thousand, compared to non-interest income of $243 thousand recognized in the second quarter of 2017, and increased $217 thousand, or 56.9%, sequentially, compared to non-interest income of $381 thousand recognized for the first quarter of 2018.

Non-interest expenses for the six-month period ended June 30, 2018 increased 13.9% to $7.89 million, compared to $6.93 million for the six-month period ended June 30, 2017. Quarterly non-interest expenses increased $488 thousand, or 13.9%, year-over-year to $4.01 million, compared to non-interest expenses of $3.52 million recognized in the second quarter of 2017, and increased $126 thousand, or 3.3%, sequentially, compared to non-interest expenses of $3.88 million recognized for the first quarter of 2018.

NET INTEREST INCOME BEFORE PROVISION FOR CREDIT LOSSES

Net interest income before provision for credit losses was $ 5.50 million in the second quarter of 2018, an increase of $842 thousand, or 18.1%, compared to $4.66 million in the second quarter of 2017 and an increase of $293 thousand, or 5.6%, compared to $5.21 million in the first quarter of 2018.

Average earning assets were $575 million during the second quarter of 2018, an increase of 0.7% compared to $571 million in the first quarter of 2018 and an increase of 5.2% compared to $547 million in the second quarter of 2017. The yield on earning assets was 3.96% in the second quarter of 2018, compared to 3.54% in the second quarter of 2017 and 3.81% in the first quarter of 2018, primarily due to an increase in the average balance of gross loans outstanding from $412 million in the second quarter of 2017 and $441 million in the first quarter of 2018 to $460 million in the second quarter of 2018 and, secondly, to an increase in the yield on average loans outstanding, which was 4.25%, 4.38% and 4.44%, in the second quarter of 2017, the first quarter of 2018, and the second quarter of 2018, respectively. The average balance of the investment portfolio decreased from $74 million in both the second quarter of 2017 and the first quarter of 2018 to $70 million in the second quarter of 2018, as contemplated by the Bank's business plan and reflecting normal amortization and prepayments on the Bank's investments in mortgage-backed securities and collateralized mortgage obligations, offset by $4 million in investment purchases in the second quarter 2018. The yield on the investment portfolio increased from 1.45% in the second quarter of 2017 to 2.01% in the first quarter of 2018 and 2.18% in the second quarter of 2018. The average balances of other interest-earnings assets (exclusive of Federal Home Loan Bank stock) declined from $58 million in the second quarter of 2017 to $53 million in the first quarter of 2018 and $41 million in the second quarter of 2018, while their yield was 0.95%, 1.34%, and 1.38% for the respective quarters.

The cost of interest-bearing liabilities increased from 0.23% in each of the second quarter of 2017 and the first quarter of 2018 to 0.24% in the second quarter of 2018, while the average balance of interest-bearing liabilities decreased from $288 million in the second quarter of 2017 to $284 million in the first quarter of 2018 and increased to $293 million in the second quarter of 2018. During the past twelve months, the Bank managed its leverage ratio, primarily with Promontory Interfinancial Network's Insured Cash Sweep ("ICS") program, which had off-balance sheet quarter-end balances of $48 million, $120 million, and $98 million as of June 30, 2017, March 31, 2018, and June 30, 2018. The balances reflect a significant liquidity event experienced by a Bank depositor in February 2018, as well as continued interest on the part of large depositors in the program. These funds may be moved back into the Bank's deposit portfolio at the Bank's discretion, and reciprocal deposits on the Bank's balance sheet as of June 30, 2018 totaled $32 million. There were no reciprocal deposits on the Bank's balance sheet as of June 30, 2017 or March 31, 2018. The average balance of noninterest-bearing demand deposit accounts ("DDAs") increased from $220 million, or 43.3% of total deposits, in the second quarter of 2017 to $245 million, or 46.3% of total deposits, in the first quarter of 2018, and decreased to $242 million, or 45.3% of total deposits, in the second quarter of 2018, consistent with the normal seasonal pattern of the Bank's deposits. The Bank's overall cost of funds decreased from 0.13% in the second quarter of 2018 to 0.12% in the first quarter of 2018 and increased to 0.13% in the second quarter of 2018.

PROVISION FOR CREDIT LOSSES

The provision for credit losses is a charge against current earnings in an amount determined by management to be necessary to maintain the allowance for loan losses at a level sufficient to absorb management's estimate of probable incurred credit losses inherent in the loan portfolio as of the balance sheet date in light of losses historically incurred by the Bank and adjusted for qualitative factors associated with the loan portfolio.

For the six-month period ended June 30, 2018, the Bank recorded a provision for loan losses of $20 thousand, compared to a provision of $25 thousand in the six-month period ended June 30, 2017. The Bank recorded provisions for loan losses of $25 thousand in the second quarter of 2017, $20 thousand in the first quarter of 2018, and no provision in the second quarter of 2018.

The changes in the provision reflect declines in the levels of problem assets, offset by the growth of the portfolio, changes in the mix of loan types within the portfolio and their respective loss histories, as well as management's assessment of the amounts expected to be realized from certain loans identified as impaired. Impaired loans totaled $3.8 million as of June 30, 2018, compared to $5.4 million as of June 30, 2017, and $3.9 million as of March 31, 2018.

As of June 30, 2018, non-performing loans were 0.04% of the total loan portfolio, compared to 0.07% at June 30, 2017 and 0.06% at March 31, 2018. As of June 30, 2018, the allowance for loan losses was 1.35% of outstanding loans, compared to 1.49% as of June 30, 2017 and 1.42% at March 31, 2018, respectively. The Bank recorded net recoveries of $13 thousand in the second quarter of 2018, compared to net recoveries of $8 thousand and $12 thousand in the second quarter of 2017 and the first quarter of 2018, respectively.

NON-INTEREST INCOME

Year-to-date non-interest income increased $479 thousand, or 95.9%, from $499 thousand in the six-month period ended June 30, 2017 to $978 thousand in the six-month period ended June 30, 2018. Non-interest income recognized in the second quarter of 2018 was $597 thousand, including $65 thousand in gain on sale of Small Business Administration ("SBA") guaranteed loans, compared to $243 thousand in the second quarter of 2017, which included $14 thousand in gain on sale of loans, and $381 thousand in the first quarter of 2018, which included gain on sale of loans of $70 thousand. This represents increases of $354 thousand, or 145.9%, compared to the second quarter of 2017, and an increase of $217 thousand, or 56.9%, compared to the first quarter of 2018.

Management has been actively seeking to increase non-interest income across a range of sources, including account analysis fees, lockbox service fees, and mortgage brokerage fees. On a year-to-date basis, the increase in non-interest income included a 30.0% increase in service charges on deposits, including lockbox and analysis fees, from $110 thousand to $143 thousand; a 57.1% increase in gain on sale of loans, from $86 thousand to $135 thousand; and a 207.4% increase in other income, from $193 thousand to $595 thousand, primarily attributable to greater mortgage brokerage activity and increased participation in the ICS program, for the six-month periods ended June 30, 2017 and 2018, respectively.

NON-INTEREST EXPENSES

Non-interest expenses increased $126 thousand, or 3.3%, to $4.01 million in the second quarter of 2018, compared to $3.88 million for the first quarter of 2018, and increased $488 thousand, or 13.9%, compared to $3.52 million recognized in the second quarter of 2017.

Salaries and benefits increased $382 thousand, or 17.3%, to $2.58 million for the second quarter of 2018, compared to $2.20 million for the second quarter of 2017, and increased $103 thousand, or 4.1%, compared to $2.48 million recognized in the first quarter of 2018. The increase reflects an 8% increase in headcount from 79 employees as of June 30, 2017 to 85 employees as of June 30, 2018, primarily for loan production, loan underwriting, and regulatory compliance personnel. The increase in headcount, together with annual salary increases effective April 1, 2018, drove a $242 thousand, or 14.9%, increase in base salaries from $1.63 million in the second quarter of 2017 to $1.87 million in the second quarter of 2018. Sequentially, base salaries increased $127 thousand, or 7.3%, from $1.74 million in the first quarter of 2018 to $1.87 million in the second quarter. Accruals for stock-based and cash incentive compensation for employees totaled $382 thousand in the second quarter of 2018, an increase of $158 thousand, or 69.9%, compared to $219 thousand in the second quarter of 2017 and an increase of $29 thousand, or 8.3%, compared to $353 thousand in the first quarter of 2018, reflecting the improving performance of the Bank.

The efficiency ratio (non-interest expenses divided by the sum of net interest income before provision for loan losses and non-interest income) was 65.7% for the second quarter of 2018, compared to 71.8% for the second quarter of 2017 and 69.4% for the first quarter of 2018. Annualized non-interest expenses as a percent of average total assets were 2.52%, 2.69%, and 2.72% for the second quarter of 2017, the first quarter of 2018, and the second quarter of 2018, respectively.

PROVISION FOR INCOME TAXES

The Bank’s effective book tax rate was 27.8% in the second quarter of 2018, compared to 37.0% for the second quarter of 2017 and 26.6% for the first quarter of 2018. The lower effective rates in the first two quarters of 2018 reflect the Tax Cuts and Jobs Act of 2017’s reduction in the Federal corporate income tax rate from 34% to 21%.

About 1st Capital Bank

The Bank's primary target markets are commercial enterprises, professionals, real estate investors, family business entities, and residents along the Central Coast Region of California. The Bank provides a wide range of credit products, including loans under various government programs such as those provided through the U.S. Small Business Administration ("SBA") and the U.S. Department of Agriculture ("USDA"). A full suite of deposit accounts is also furnished, complemented by robust cash management services. The Bank operates full service branch offices in Monterey, Salinas, King City, and San Luis Obispo. The Bank's corporate offices are located at 150 Main Street, Suite 150, Salinas, California 93901. The Bank's website is www.1stCapital.bank. The main telephone number is 831.264.4000. The primary facsimile number is 831.264.4001.

Member FDIC / Equal Opportunity Lender / SBA Preferred Lender

Forward-Looking Statements

Certain of the statements contained herein that are not historical facts are "forward-looking statements" within the meaning of and subject to the safe-harbor provisions of the Private Securities Litigation Reform Act of 1995. Such forward-looking statements may contain words or phrases including, but not limited, to: "believe," "expect," "anticipate," "intend," "estimate," "target," "plans," "may increase," "may fluctuate," "may result in," "are projected," and variations of those words and similar expressions. All such forward-looking statements are subject to risks and uncertainties that could cause actual results to differ materially from those projected. Factors that might cause such a difference include, among other matters, changes in interest rates; economic conditions including inflation and real estate values in California and the Bank's market areas; governmental regulation and legislation; credit quality; competition affecting the Bank's businesses generally; the risk of natural disasters and future catastrophic events including terrorist related incidents and other factors beyond the Bank's control; and other factors. The Bank does not undertake, and specifically disclaims any obligation, to update or revise any forward-looking statements, whether to reflect new information, future events, or otherwise, except as required by law.

This news release is available at the www.1stCapital.bank internet site for no charge.

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1ST CAPITAL BANK
CONDENSED FINANCIAL DATA
(Unaudited)
(Dollars in thousands, except per share data)

Financial Condition Data[1]	June 30, 2018	March 31, 2018	December 31, 2017	June 30, 2017
Assets				
Cash and due from banks	$ 5,078	$ 11,772	$ 7,727	$ 16,824
Funds held at the Federal Reserve Bank[2]	45,124	46,920	56,249	32,800
Time deposits at other financial institutions	996	996	1,743	747
Available-for-sale securities, at fair value	71,102	71,300	74,927	74,850
Loans receivable held for sale:	1,000	1,000	-	-
Loans receivable held for investment:				
Construction / land (including farmland)	16,866	17,453	16,301	17,005
Residential 1 to 4 units	140,124	140,474	115,340	102,154
Home equity lines of credit	6,655	6,565	8,832	7,776
Multifamily	56,101	54,109	51,983	60,494
Owner occupied commercial real estate	64,048	64,009	67,326	67,169
Investor commercial real estate	128,289	117,896	105,196	102,854
Commercial and industrial	45,051	40,307	51,663	50,527
Other loans	16,956	11,685	11,292	10,848
Total loans	474,090	452,498	427,933	418,827
Allowance for loan losses	(6,423)	(6,410)	(6,378)	(6,241)
Net loans	467,667	446,088	421,555	412,586
Premises and equipment, net	2,239	2,315	2,308	2,343
Bank owned life insurance	7,759	7,706	7,654	7,543
Investment in FHLB[3] stock, at cost	3,163	3,163	3,163	3,163
Accrued interest receivable and other assets	5,512	5,535	4,905	6,276
Total assets	$ 609,640	$ 596,795	$ 580,231	$ 557,132
Liabilities and shareholders' equity				
Deposits:				
Noninterest bearing demand deposits	$ 247,247	$ 236,358	$ 261,705	$ 233,488
Interest bearing checking accounts	31,693	39,606	35,082	30,175
Money market deposits	144,069	125,147	107,101	116,739
Savings deposits	117,155	128,659	110,058	111,150
Time deposits	12,717	12,295	12,130	13,212
Total deposits	552,881	542,065	526,076	504,764
Accrued interest payable and other liabilities	2,093	1,839	2,163	2,087
Shareholders' equity	54,666	52,891	51,992	50,281
Total liabilities and shareholders' equity	$ 609,640	$ 596,795	$ 580,231	$ 557,132
Shares outstanding	4,706,003	4,697,873	4,686,521	4,428,930
Nominal and tangible book value per share	$11.62	$11.26	$11.09	$11.35
Ratio of net loans to total deposits	84.59%	82.29%	80.13%	81.74%

1 = Loans receivable held for investment are presented according to definitions applicable to the regulatory Call Report.
2 = Includes cash letters in the process of collection settled through the Federal Reserve Bank.
3 = Federal Home Loan Bank

1ST CAPITAL BANK
CONDENSED FINANCIAL DATA
(Unaudited)
(Dollars in thousands, except per share data)

	Three Months Ended			
Operating Results Data	June 30, 2018	March 31, 2018	December 31, 2017	June 30, 2017
Interest and dividend income				
Loans	$ 5,093	$ 4,769	$ 4,769	$ 4,365
Investment securities	382	367	313	266
Federal Home Loan Bank stock	54	56	56	53
Other	143	174	130	139
Total interest and dividend income	5,672	5,366	5,268	4,823
Interest expense				
Interest bearing checking	3	4	5	4
Money market deposits	81	72	70	82
Savings deposits	74	70	64	68
Time deposits	14	9	9	10
Total interest expense on deposits	172	155	148	164
Interest expense on borrowings	-	3	-	-
Total interest expense	172	158	148	164
Net interest income	5,500	5,208	5,120	4,659
Provision for loan losses	-	20	65	25
Net interest income after provision for loan losses	5,500	5,188	5,055	4,634
Noninterest income				
Service charges on deposits	72	71	68	58
BOLI dividend income	53	52	55	56
Gain on sale of loans	65	70	82	14
Other	407	188	106	115
Total noninterest income	597	381	311	243

1ST CAPITAL BANK
CONDENSED FINANCIAL DATA
(Unaudited)
(Dollars in thousands, except per share data)

	Three Months Ended			
	June 30, 2018	March 31, 2018	December 31, 2017	June 30, 2017
Noninterest expenses				
Salaries and benefits	2,583	2,481	2,194	2,202
Occupancy	288	290	282	263
Data and item processing	197	196	183	158
Professional services	132	138	168	194
Furniture and equipment	123	126	120	126
Provision for unfunded loan commitments	-	(6)	17	(4)
Other	683	656	611	580
Total noninterest expenses	4,006	3,881	3,575	3,519
Income before provision for income taxes	2,091	1,688	1,791	1,358
Provision for income taxes	581	449	1,609	503
Net income	$ 1,510	$ 1,239	$ 182	$ 855
Common Share Data[1]				
Earnings per common share				
Basic	$0.32	$0.26	$0.04	$0.19
Diluted	$0.31	$0.26	$0.04	$0.19
Weighted average common shares outstanding				
Basic	4,699,379	4,691,138	4,680,948	4,412,158
Diluted	4,795,170	4,776,021	4,763,936	4,476,055

1 = Earnings per common share and weighted average common shares outstanding have been restated to reflect the effect of the 5% stock dividend declared November 22, 2017 and paid December 15, 2017.

1ST CAPITAL BANK
CONDENSED FINANCIAL DATA
(Unaudited)
(Dollars in thousands, except per share data)

	Six Months Ended	
Operating Results Data	June 30, 2018	June 30, 2017
Interest and dividend income		
Loans	$ 9,862	$ 8,552
Investment securities	749	512
Federal Home Loan Bank stock	110	123
Other	317	241
Total interest and dividend income	11,038	9,428
Interest expense		
Interest bearing checking	7	8
Money market deposits	153	160
Savings deposits	144	132
Time deposits	23	18
Total interest expense in deposits	327	318
Interest expense on borrowings	3	-
Total interest expense	330	318
Net interest income	10,708	9,110
Provision for loan losses	20	25
Net interest income after provision for loan losses	10,688	9,085
Noninterest income		
Service charges on deposits	143	110
BOLI dividend income	105	110
Gain on sale of loans	135	86
Other	595	193
Total noninterest income	978	499

1ST CAPITAL BANK
CONDENSED FINANCIAL DATA
(Unaudited)
(Dollars in thousands, except per share data)

	Six Months Ended	
	June 30, 2018	June 30, 2017
Noninterest expenses		
Salaries and benefits	5,064	4,393
Occupancy	578	492
Data and item processing	320	293
Professional services	270	318
Furniture and equipment	249	250
Provision for unfunded loan commitments	(6)	14
Other	1,413	1,167
Total noninterest expenses	7,888	6,927
Income before provision for income taxes	3,778	2,657
Provision for income taxes	1,029	1,015
Net income	$ 2,749	$ 1,642
Common Share Data[1]		
Earnings per common share		
Basic	$0.59	$0.37
Diluted	$0.58	$0.37
Weighted average common shares outstanding		
Basic	4,695,281	4,384,780
Diluted	4,775,233	4,452,035

1 = Earnings per common share and weighted average common shares outstanding have been restated to reflect the effect of the 5% stock dividend declared November 22, 2017 and paid December 15, 2017.

1ST CAPITAL BANK
CONDENSED FINANCIAL DATA
(Unaudited)
(Dollars in thousands)

Asset Quality	June 30, 2018	March 31, 2018	December 31, 2017	June 30, 2017
Loans past due 90 days or more and accruing interest	$ -	$ -	$ -	$ -
Nonaccrual restructured loans	-	-	-	-
Other nonaccrual loans	198	252	255	301
Other real estate owned	-	-	-	-
	$ 198	$ 252	$ 255	$ 301
Allowance for loan losses to total loans	1.35%	1.42%	1.49%	1.49%
Allowance for loan losses to nonperforming loans	3,243.94%	2,543.65%	2,501.18%	2,073.42%
Nonaccrual loans to total loans	0.04%	0.06%	0.06%	0.07%
Nonperforming assets to total assets	0.03%	0.04%	0.04%	0.05%
Regulatory Capital and Ratios				
Common equity tier 1 capital	$ 55,240	$ 53,515	$ 52,097	$ 50,533
Tier 1 regulatory capital	$ 55,240	$ 53,515	$ 52,097	$ 50,533
Total regulatory capital	$ 60,673	$ 58,722	$ 57,161	$ 55,466
Tier 1 leverage ratio	9.35%	9.14%	9.14%	9.03%
Common equity tier 1 risk based capital ratio	12.74%	12.88%	12.91%	12.85%
Tier 1 risk based capital ratio	12.74%	12.88%	12.91%	12.85%
Total risk based capital ratio	14.00%	14.14%	14.16%	14.11%

	Three Months Ended			
Selected Financial Ratios[1]	June 30, 2018	March 31, 2018	December 31, 2017	June 30, 2017
Return on average total assets	1.03%	0.86%	0.13%	0.61%
Return on average shareholders' equity	11.25%	9.51%	1.38%	6.90%
Net interest margin	3.84%	3.70%	3.68%	3.42%
Net interest income to average total assets	3.74%	3.61%	3.56%	3.34%
Efficiency ratio	65.70%	69.44%	65.83%	71.79%

1 = All Selected Financial Ratios are annualized other than the Efficiency Ratio.

	Three Months Ended			
Selected Average Balances	June 30, 2018	March 31, 2018	December 31, 2017	June 30, 2017
Gross loans	$ 459,931	$ 441,069	$ 431,144	$ 411,708
Investment securities	70,500	73,879	73,586	73,545
Federal Home Loan Bank stock	3,163	3,163	3,163	3,104
Other interest earning assets	41,454	52,773	44,568	58,353
Total interest earning assets	$ 575,048	$ 570,884	$ 552,461	$ 546,710
Total assets	$ 590,041	$ 585,047	$ 569,812	$ 559,182
Interest bearing checking accounts	$ 34,207	$ 35,668	$ 36,702	$ 33,949
Money market deposits	124,057	115,386	112,179	127,569
Savings deposits	120,962	120,323	109,936	113,346
Time deposits	12,763	12,543	12,368	13,190
Total interest bearing deposits	291,989	283,920	271,185	288,054
Noninterest bearing demand deposits	241,852	245,085	243,874	219,608
Total deposits	$ 533,841	$ 529,005	$ 515,059	$ 507,662
Borrowings	$ -	$ 933	$ 1	$ 44
Shareholders' equity	$ 53,844	$ 52,826	$ 52,365	$ 49,699

1ST CAPITAL BANK
CONDENSED FINANCIAL DATA
(Unaudited)
(Dollars in thousands)

Selected Financial Ratios	Six Months Ended June 30, 2018	Six Months Ended June 30, 2017
Return on average total assets	0.94%	0.60%
Return on average shareholders' equity	10.39%	6.76%
Net interest margin	3.77%	3.39%
Net interest income to average total assets	3.68%	3.32%
Efficiency ratio	67.50%	72.08%

1 = All Selected Financial Ratios are annualized other than the Efficiency Ratio.

Selected Average Balances	Six Months Ended June 30, 2018	Six Months Ended June 30, 2017
Gross loans	$ 450,552	$ 406,087
Investment securities	72,180	74,794
Federal Home Loan Bank stock	3,163	3,022
Other interest earning assets	47,082	57,868
Total interest earning assets	$ 572,977	$ 541,771
Total assets	$ 587,558	$ 553,027
Interest bearing checking accounts	$ 34,934	$ 34,086
Money market deposits	119,746	124,675
Savings deposits	120,644	111,037
Time deposits	12,654	13,144
Total interest bearing deposits	287,978	282,942
Noninterest bearing demand deposits	243,460	219,707
Total deposits	$ 531,437	$ 502,649
Borrowings	$ 464	$ 22
Shareholders' equity	$ 53,337	$ 48,983