

One of California's oldest and strongest banks

"Safety and soundness" is a term we've taken seriously and spoken of genuinely since 1905. It points to the very foundation of the Mechanics Bank business model that puts safeguarding your money first. For some, business is strictly about profits and losses. For us, it's about people and mutually beneficial relationships that endure. Understanding that every decision we make today effects our clients, our employees and our shareholders. We know that, together, we're stronger.



There's also exceptional strength in our numbers, which far exceed banking industry norms and minimum requirements. Well capitalized and highly liquid, we maintain a transparent and simple balance sheet free of the hedges, derivatives or swaps that can weigh down the nation's larger banks in times of stress. We value core banking and lending principles that have allowed us to withstand challenging times over the past century, and will continue to lead us today and into the future.



"NO TARP"

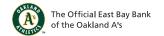
Mechanics Bank was one of the first banks in the nation to turn down the Treasury Department's "Troubled Asset Relief Program" assistance during the 2008 financial crisis.

ONE OF CALIFORNIA'S MOST "WELL-CAPITALIZED" BANKS

Built to withstand business cycles without straining our financial condition and structure

Criteria	To be considered "Well Capitalized" – FDIC	Mechanics Bank ¹	US Bank¹	PNC ¹	Bank of the West ¹
Total Risk-Based Capital	10% or greater	13.56%	12.99%	11.79%	12.12%
Tier 1 Capital Ratio	6% or greater	12.37%	10.79%	10.16%	11.25%
Leverage Ratio	5% or greater	8.40%	8.05%	8.00%	8.72%

www.MechanicsBank.com



RECOGNIZED EXCELLENCE

by Independent Rating Agencies



Bauer Financial Rating February 24, 2023 (Highest Possible Rating)

"WELL CAPITALIZED"

FDIC Capital Classification Veribanc, December 31, 2022 (Highest Possible Rating)



Veribanc Bank Safety Rating
December 31, 2022
(Highest Possible Rating)

Super Premier

Performing Banks – The Findley Reports, 2022

OUTSTANDING FINANCIALS¹

\$18.1 BILLION in assets

\$15.5 BILLION in deposits

\$12.0 BILLION in loans

77% loan to deposit ratio

1) FDIC, Consolidated Reports of Conditions and Income, FFIEC, 12/31/22



