



## PRESS RELEASE

*For Immediate Release*

### **blueharbor bank Reports First Quarter 2016 Net Income**

MOORESVILLE, NC, April 26, 2016 – **blueharbor bank** (the “Bank”) today reported net income of \$278,507, or \$0.09 per diluted share, for the first quarter of 2016, compared to \$178,476, or \$0.06 per diluted share, for the first quarter of 2015.

Jim Marshall, President and Chief Executive Officer noted, “Our first quarter earnings increased 56.0% from 2015 to 2016 driven primarily by increased net interest income from the impact of our larger balance sheet in 2016. The strong loan growth of \$14.5 million (12.9%) from March 31, 2015, to March 31, 2016, was instrumental in driving up earnings. We funded this loan growth with deposits from our local communities as they increased \$23.8 million (21.6%) over the same period.”

Mr. Marshall concluded, “We are pleased that we have been able to grow our balance sheet with high quality assets and have not sacrificed credit quality just to grow. Our Texas Ratio of impaired assets is at 5.04% at March 31, 2016, well below are peers. Our strong capital position gives us adequate capital to continue to grow in a prudent manner and our pipeline of new business opportunities is very solid.”

blueharbor bank, with \$159.6 million in assets, is headquartered in Mooresville with branches in Huntersville and Statesville with a loan production offices in Charlotte. blueharbor bank’s website is [www.blueharborbank.com](http://www.blueharborbank.com) and our common stock is quoted on the OTC Bulletin Board under the symbol “BLHK.”

The blueharbor wealth advisors website is [www.blueharborwealthadvisors.com](http://www.blueharborwealthadvisors.com).

Summary Selected Financial Data schedule attached.

#### **Forward-Looking Statement:**

This press release contains forward-looking statements. Words such as "anticipates," "believes," "estimates," "expects," "intends," "should," "will," variations of such words and similar expressions are intended to identify forward-looking statements. These statements reflect management's current beliefs as to the expected outcomes of future events and are not guarantees of future performance. These statements involve certain risks, uncertainties and assumptions that are difficult to predict with regard to timing, extent, likelihood and degree of occurrence. As such, actual results and outcomes may materially differ from what may be expressed or forecast in such forward-looking statements. Factors that could cause a difference include, among others: changes in the national and local economies or market conditions; changes in interest rates, deposit levels, loan demand and asset quality, including real estate and other collateral values; changes in banking regulations and accounting principles, policies or guidelines; and the impact of competition from traditional or new sources. These and other factors that may emerge could cause decisions and actual results to differ materially from current expectations. blueharbor bank takes no obligation to revise, update, or clarify forward-looking statements to reflect events or conditions after the date of this press release.

SOURCE: blueharbor bank

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### Summary Selected Financial Data

Balance Sheet Data:	March 31, 2016	December 31, 2015	March 31, 2015
Total Assets	\$ 159,588,906	\$ 155,248,454	\$ 138,030,107
Total Gross Loans	129,047,080	125,494,358	114,491,624
Allowance for Loan Losses	1,497,600	1,496,711	1,483,886
Total Deposits	134,080,550	131,139,759	110,297,491
Total Shareholders' Equity	22,891,830	22,534,169	21,920,894

Earnings and Per Share Data:	Three Months Ended	
	March 31, 2016	2015
Interest Income	\$ 1,499,274	\$ 1,349,862
Interest Expense	145,273	120,232
Net Interest Income	1,354,001	1,229,630
Provision for Loan Losses	-	-
Net Interest Income after Provision for Loan Losses	1,354,001	1,229,630
Noninterest Income	126,585	118,648
Noninterest Expense	1,055,561	1,069,910
Net Income before Taxes	425,025	278,368
Income Taxes	146,518	99,892
Net Income	\$ 278,507	\$ 178,476
Basic Income per Share *	\$ 0.10	\$ 0.07
Diluted Income per Share *	\$ 0.09	\$ 0.06

\* Share data has been restated to reflect 20% common stock dividend paid in April 2016.