

CBOA Financial, Inc.

Dear Shareholder,

The second quarter continued with the trend of strong growth and earnings for CBOA Financial and Commerce Bank of Arizona (“the Bank”). Year over year, the Bank’s Total Assets grew by \$25 million as the Bank added new local deposits that totaled \$39 million. Loan growth remained strong, and the Bank has added \$9 million in quality loans since this time last year.

The table below shows financial highlights for the year-to-date through June 30, 2019 as well as the comparable period in 2018.

Commerce Bank of Arizona
Unaudited Financial Highlights
(\$000s)

Year to Date	June 30, 2019	June 30, 2018
Total Assets	\$223,913	\$198,829
Total Loans	178,971	170,291
Total Deposits	204,026	164,880
Net Interest Income	5,095	4,642
Non-Interest Income	229	235
Total Income	<u>5,324</u>	<u>4,877</u>
Provision for Loan Losses	-	-
Non-Interest Expense	<u>4,246</u>	<u>3,765</u>
<i>Net Income</i>	<i>\$1,078</i>	<i>\$1,112</i>

The Bank reported a profit of \$1,078,000 for the year-to-date through June 30, 2019, which represented a 3% decrease over the \$1,112,000 profit reported for the year-ago period. Should you wish to review more detailed financials, a comprehensive financial package for the Bank can be found at <https://cdr.ffiec.gov>.

On a consolidated basis, CBOA Financial reported a profit of \$930,000 for the year-to-date through June 30, 2019, which was \$148,000 lower than the Bank due primarily to the impact of interest expense on subordinated debt. This represented a 7% decrease over the year-ago period profit of \$998,000.

A reminder about email addresses

We would appreciate the opportunity to communicate with you directly via email. Please send your preferred email address to Heather Hansen at hhansen@commercebankaz.com.

Main 3805 East Broadway Blvd. • Tucson, Arizona 85716

www.CommerceBankAZ.com

Main
520.325.5200

Northwest
520.797.4160

Green Valley
520.625.4650

Scottsdale
480.253.4500

Heather is our Director of Human Resources and is responsible for shareholder relations.

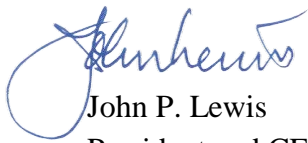
Our Website

In addition to information about all our banking products and services, our new website has a Shareholder Relations page. The page includes information about stock quotes, market makers, warrant and Transfer Agent information, and the latest Bank financials. Take a look:

<http://commercebankaz.com/shareholder-relations>

As always, please feel free to call me personally at (520) 320-9070 with any questions regarding your investment in CBOA Financial or how you can contribute to the success of Commerce Bank of Arizona.

Sincerely,



John P. Lewis
President and CEO

Main 3805 East Broadway Blvd. • Tucson, Arizona 85716

www.CommerceBankAZ.com

Main
520.325.5200

Northwest
520.797.4160

Green Valley
520.625.4650

Scottsdale
480.253.4500