

# AltaPacific Bank is becoming Banner Bank

## Dear AltaPacific Bank Clients,

The Boards of Directors of AltaPacific Bancorp and Banner Corporation have approved an agreement to merge AltaPacific Bank into Banner Bank, subject to shareholder and regulatory approvals and other customary closing conditions. We are confident Banner Bank and AltaPacific Bank share similar corporate values regarding client service, care for employees and commitment to the communities in which we operate.

Among the reasons we chose Banner Bank is their commitment to developing long-term client relationships. They have extensive expertise in business and commercial banking with a wide product and service offering and higher lending limits for our clientele. Additionally, like us, Banner has a long history of providing outstanding customer service and always valuing client relationships.

At the helm of Banner is Mark Grescovich, an experienced banker with a demonstrated ability to lead a fiscally strong bank through all economic cycles. As a Banner client, you will benefit from access to even more resources, expanded product and service offerings, and additional choices of where you do your banking as you travel throughout the region and the West.

In the coming weeks and months, you will receive more information regarding the merger, including details on specific products and services. For now, know our Board is unanimous in our support of the merger and confident this pairing will benefit you—our valued clients—as well as our employees and shareholders.

On behalf of the Board and management team, thank you for your business.

Sincerely,



Charles O. Hall  
Chief Executive Officer



Member FDIC



## Commonly Asked Questions

### Why is AltaPacific Bank merging with Banner?

This is an opportunity for our two banks to create a larger collective presence in California. The cultures and approach to serving clients are very similar at our two banks. Plus, this merger offers numerous benefits to AltaPacific Bank clients, including expanded products and services, more locations to choose from and higher lending limits for commercial clients—all while remaining with a well-respected financial institution.

### Does this mean there will be a change in ownership of AltaPacific Bank?

Yes. AltaPacific Bank will become part of Banner when the merger is complete.

### Will AltaPacific Bank's name change?

Yes. We will operate as one unified bank, Banner Bank. We look forward to sharing more with you about Banner Bank in the coming weeks and months.

### Who is Banner Bank?

Headquartered in Walla Walla, Washington, Banner has been serving clients for nearly 130 years with a wide variety of products and services. Their offerings include a full suite of personal and business banking products and services include personal loans and mortgage lending, commercial and small business lending and treasury management services. They operate more than 200 total locations throughout Washington, Oregon, California and Idaho. With current assets of \$11.8 billion, Banner Corporation trades on NASDAQ under the symbol BANR.

### When will the acquisition be finalized?

We anticipate the merger to be finalized late in the fourth quarter of 2019, subject to approval of shareholders and regulators and other customary closing conditions. You can expect communication throughout the process.

### Will any branch be consolidated?

One thing that makes us a good fit is the fact that we serve some of the same communities. While a few branches will consolidate, decisions regarding which branch will consolidate into another have not been finalized. In the coming weeks, we will carefully evaluate each location to ensure we're providing the combined organization with the best location from which to serve you. We will communicate any decisions and changes as we know more, and clients can expect to receive ample notice of any consolidations.

### How will my accounts change?

We will be working to ensure the merger goes smoothly while bringing you new opportunities for products, services, and convenient access to your accounts. A team of employees from both organizations will carefully review every AltaPacific Bank product. If changes are made, you will receive detailed information with ample notice.

### What changes now, before the acquisition is complete?

It will be business as usual at all AltaPacific Bank locations. You can count on the same professional colleagues serving your financial needs.

### Will you continue to focus on Community Banking?

Like AltaPacific Bank, personalized, professional service and relationship banking are at the foundation of Banner Bank. You can expect a community-minded approach and a professional environment with connected, knowledgeable and responsive bankers who go the extra mile to provide value-added solutions with exemplary service.