



Bank of Marin Bancorp

PO Box 2039
Novato, CA 94948

August 9, 2019

Dear Fellow Shareholders:

We are pleased to announce that on July 19, 2019 the Board of Directors declared a quarterly cash dividend of \$.21/share, our 57th consecutive quarterly cash dividend, and an increase of \$.02/share, which is a ten percent increase. This cash dividend is payable to shareholders of record at the close of business on August 2, 2019 and will be payable on August 9, 2019.

Earnings were \$8.2 million in the second quarter of 2019, compared to \$7.5 million in the first quarter of 2019. Diluted earnings per share were \$0.60/share in the second quarter.

The second quarter was a continuation of the excellent results from the first quarter. We maintained our disciplined approach and credit quality remains excellent. Our deposit base remains among the best in the industry with demand deposits representing 50% of our total deposit base. This is a true validation of the value of our relationship-based banking model.

In the second quarter we converted our mobile platform to a new system. While there were challenges during the conversion, the new platform's increased functionality will be exceptionally beneficial to all of our customers. It gives us a modern user interface which will improve ease of usage with many new and improved features.

Thank you, as always, to our loyal customers and shareholders for your continued support of Bank of Marin. Our success is a testament to your support.

Sincerely,

Russell A. Colombo
President & Chief Executive Officer

Brian M. Sobel
Chairman of the Board