

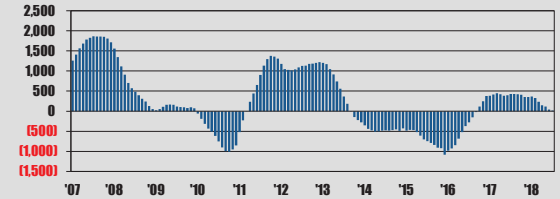
ECONOMIC UPDATE

Taxable retail sales in Elko County continued a positive 2018 trend in June 2018 as the trailing 12-month total climbed 3.1 percent higher than the prior year. June marked the sixth straight month of year-over-year increases in the trailing 12-month total after 13 consecutive months of decline in the measure, including all of 2017. Growth in the Elko County mining sector has been particularly strong, as sales related to mining and mining support have increased by 14.4 percent over the same timeframe. Elko County's mining sales growth stands in contrast to Nevada's performance in the sector, as the statewide trailing 12-month total declined 7.6 percent from last year.

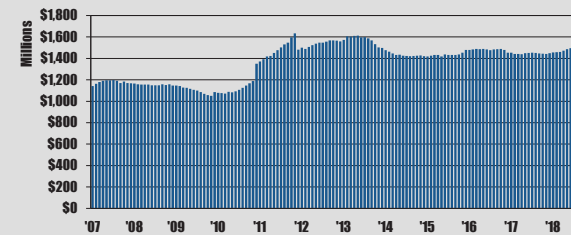
Elko County has also outperformed Nevada over the past year in casino gaming revenue growth. Over the 12 months through July 2018, Elko County gaming revenue increased by 6.5 percent from the prior year, while statewide gaming revenue grew by 3.4 percent. The growth rate of 6.5 percent is slightly lower than earlier in the year but, 2018 excluded, remains higher than at any point since early 2008.

Employment growth in Elko County has trailed statewide trends, growing 0.4 percent year-over-year through July 2018. However, the county's unemployment rate remains one of the lowest in Nevada at 3.2 percent compared to the statewide unemployment rate of 4.5 percent. Despite the relative lack of job growth, Elko County workers continue to earn more on average than workers throughout the state. Average weekly wages in the county reached \$1,001 in the first quarter of the year, 2.5 percent higher than the \$977 statewide average.

Elko County Employment Growth
Trailing 12 Months



Elko County Taxable Retail Sales
Trailing 12 Months



Elko County Unemployment Rate



	Most Recent Data Available	Indicator Values			Growth Rate	
		Current Period	Prior Period	Prior Year	vs. Prior Period	vs. Prior Year
Elko County Employment	Jul-18	26,825	26,723	26,725	0.4% ▲	0.4% ▲
Elko County Labor Force	Jul-18	27,719	27,560	27,785	0.6% ▲	-0.2% ▼
Elko County Unemployment Rate	Jul-18	3.2%	3.0%	3.9%	0.2% ▲	-0.7% ▼
Nevada Initial Unemployment Insurance Claims	Jun-18	9,999	9,789	10,758	2.1% ▲	-7.1% ▼
Nevada Private Average Weekly Hours Worked	Jul-18	34.4	34.1	34.6	0.9% ▲	-0.6% ▼
Elko County Private Business Establishments	Q1 '18	1,280	1,290	1,294	-0.8% ▼	-1.1% ▼
Elko County Private Sector Total Wages	Q1 '18	\$238,480,281	\$235,842,482	\$233,736,929	1.1% ▲	2.0% ▲
Elko County Taxable Retail Sales	Jun-18	\$142,741,444	\$139,875,464	\$132,748,393	2.0% ▲	7.5% ▲
Elko County Gross Gaming Revenues	Jul-18	\$24,986,979	\$23,956,115	\$25,212,167	4.3% ▲	-0.9% ▼
Nevada Housing Price Index (Q1 1991 = 100)	Q2 '18	258.9	248.2	221.2	4.3% ▲	17.0% ▲

Applied Analysis ("AA") was retained by Nevada State Bank to summarize and analyze a series of key economic indicators on a recurring basis. Relevant data were obtained from AA's internal databases as well as national, regional and local data providers, including, without limitation, state and local governments. While we have no reason to doubt the accuracy of any of the data reported, we have not performed an audit or assurance procedures on these data, and as such, we cannot attest to their completeness.

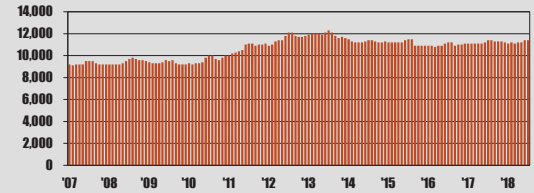
MINING AND AGRICULTURE UPDATE

While overall employment in Elko County has remained steady, the mining sector continues to report notable growth. In the first quarter of 2018, mining employment in the county totaled 1,290, a 10.3 percent year-over-year increase. Total wages paid in the mining sector have grown as well, rising 13.1 percent year over year in the first quarter. These measures of mining activity in Elko County have significantly outperformed Nevada's mining sector as a whole. Statewide mining employment has remained flat over the past year, and overall mining wages in the state grew 6.0 percent year over year, less than half of the growth rate in Elko County.

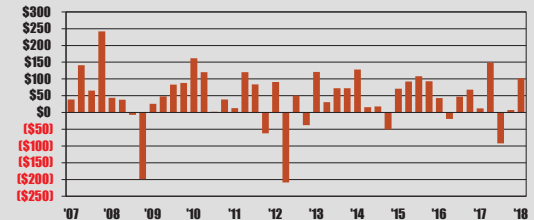
The price of gold has steadily declined in 2018, settling at \$1,202 per ounce at the end of August 2018, 8.3 percent lower than August 2017. Despite the downward trend, the trailing 12-month average price remained 2.8 percent higher than the prior year.

The agricultural sector has also reported growth over the past year. Ranching and farming employment in Elko County rose 3.1 percent year over year in the first quarter of 2018, while total wages earned climbed 7.7 percent in the same period. On a trailing 12-month basis, average employment in the sector rose 2.0 percent and total wages earned have risen by 3.3 percent over the past year. Hay prices have remained elevated so far in 2018, as the price per ton has averaged \$176.50 over the 12 months through June 2018. This represents a 14.3 percent increase over the previous 12-month period, when hay prices averaged \$154.42.

Nevada Metal Ore Mining Employment



Growth in Nevada Metal Ore Mining Average Weekly Wages



US Price of Gold



	Most Recent Data Available	Indicator Values			Growth Rate	
		Current Period	Prior Period	Prior Year	vs. Prior Period	vs. Prior Year
United States Price of Gold	Aug-18	\$1,202	\$1,221	\$1,312	-1.6% ▼	-8.4% ▼
Nevada Metal Ore Mining Employment	Jul-18	11,400	11,400	11,400	0.0% ●	0.0% ●
Elko County Metal Ore Mining Employment	Q1 '18	1,290	1,236	1,170	4.4% ▲	10.3% ▲
Nevada Metal Ore Mining Average Weekly Wages	Q1 '18	\$2,293	\$1,837	\$2,191	24.8% ▲	4.7% ▲
Nevada Metal Ore Mining Total Wages	Q1 '18	\$334,776,289	\$268,907,099	\$315,786,096	24.5% ▲	6.0% ▲
Nevada Mining and Support Taxable Retail Sales	Jun-18	\$237,960,103	\$243,585,464	\$257,509,736	-2.3% ▼	-7.6% ▼
Elko County Cattle Ranching and Farming Total Wages	Q1 '18	\$1,422,000	\$1,742,637	\$1,320,365	-18.4% ▼	7.7% ▲
Nevada Cattle Inventory (Including Calves)	2018	465,000	445,000	445,000	4.5% ▲	4.5% ▲
Nevada Cattle Total Value (Including Calves)	2017	\$511,750,000	\$635,100,000	\$635,100,000	-19.4% ▼	-19.4% ▼
Nevada Price of Hay (Per Ton)	Jun-18	\$180.00	\$179.00	\$179.00	0.6% ▲	0.6% ▲