

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ See attachment

Blank lines for listing Internal Revenue Code sections.

18 Can any resulting loss be recognized? ▶ No.

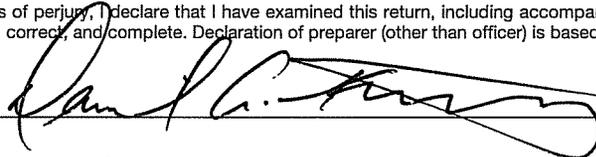
Blank lines for providing information regarding loss recognition.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ The exchange of Folsom Lake Bank stock for Central Valley Community Bancorp stock occurred during the 2017 calendar year.

The above information does not constitute tax advice. The information does not address the tax consequences that may apply to any particular shareholder, and each shareholder should consult his or her own tax advisor regarding the tax consequences of the merger.

Blank lines for providing other necessary information.

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here
 Signature ▶  Date ▶ 10/23/17

Print your name ▶ Dave Kinross Title ▶ Executive Vice President & CFO

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Firm's name ▶				Firm's EIN ▶
	Firm's address ▶				Phone no.

Attachment to Form 8937

Re: Item #14

On October 1, 2017, Central Valley Community Bancorp (NASDAQ: CVCY), a bank holding company headquartered in Fresno, California, and the parent company of Central Valley Community Bank, acquired Folsom Lake Bank (OTCQB: FOLB) headquartered in Folsom, California, in a forward triangular merger pursuant to which Folsom Lake Bank merged with and into Central Valley Community Bank. In connection with the merger, each share of Folsom Lake Bank common stock was converted into the right to receive 0.80 shares of Central Valley Community Bancorp common stock. Folsom Lake Bank shareholders received cash for any fractional shares of Central Valley Community Bancorp common stock that they would otherwise be entitled to receive in the merger, equal to such fraction multiplied by \$22.30. Central Valley Community Bancorp issued an aggregate of approximately 1.28 million shares of its common stock to Folsom Lake Bank shareholders and assumed the stock option plan and outstanding stock options of Folsom Lake Bank. Based on the closing price of Central Valley Community Bancorp common stock on September 29, 2017 of \$22.30 per share, the aggregate consideration paid to Folsom Lake Bank shareholders is approximately \$28.47 million.

Re: Item #15

The merger is intended to qualify as a tax-free reorganization within the meaning of Section 368(a) of the Internal Revenue Code. A shareholder of Folsom Lake Bank generally will not recognize any gain or loss for U.S. federal income tax purposes as a result of the exchange of his or her shares of Folsom Lake Bank solely for the shares of Central Valley Community Bancorp pursuant to the merger.

Each Folsom Lake Bank shareholder is required to determine the tax basis of the shares of Central Valley Community Bancorp stock separately for each identifiable block of Folsom Lake Bank common stock surrendered in the merger having a common tax basis. The aggregate tax basis of Central Valley Community Bancorp common stock received in the merger will be the same as the aggregate tax basis of the Folsom Lake Bank common stock for which it was exchanged, decreased by any basis attributable to fractional share interests in Central Valley Community Bancorp Common stock for which cash is received.

A shareholder that receives cash in lieu of a fractional share of Central Valley Community Bancorp common stock in the merger generally will be treated as if the fractional share of Central Valley Community Bancorp common stock has been distributed to them as part of the merger, and then redeemed by Central Valley Community Bancorp in exchange for the cash actually distributed in lieu of the fractional share, with the redemption generally qualifying as an “exchange” under Section 302 of the Internal Revenue Code. Consequently, those shareholders generally will recognize capital gain or loss with respect to the cash payments they receive in lieu of fractional shares measured by the difference between the amount of cash received and the tax basis allocated to the fractional shares. Such gain or loss will be long-term capital gain or loss if, as of the effective date of the merger, the holding period of such shares was greater than one year. Since a shareholder receiving cash in lieu of fractional shares did not receive Central Valley Community Bancorp common stock in exchange for the fractional share interest, there is no basis to compute.

Re: Item #16

Section 358 of the Internal Revenue Code determines the basis of former Folsom Lake Bank shareholders in their Central Valley Community Bancorp stock. Under Section 358, the Central Valley Community Bancorp stock basis of each Folsom Lake Bank shareholder who received Central Valley Community Bancorp common stock will equal the tax basis of the surrendered shares of Folsom Lake Bank common stock.

Each share of Central Valley Community Bancorp common stock received in the merger will have a basis equal to 0.80 (the conversion ratio) multiplied by the basis of each share of Folsom Lake Bank common stock exchanged therefor.

Re: Item #17

This was a merger under Section 368(a)(1)(A) by virtue of Section 368(a)(2)(D) of the Internal Revenue Code. As a result, the federal income tax consequences are determined under Sections 354, 356, 358, 368(a), 1221, and (with respect to the cash received in lieu of fractional shares of Central Valley Community Bancorp) Section 302 of the Internal Revenue Code.