



Bank of Marin Bancorp

PO Box 2039
Novato, CA 94948

May 7, 2021

Dear Fellow Shareholders:

We are pleased to announce that on April 16, 2021, the Board of Directors declared a quarterly cash dividend of \$.23/share, our 64th consecutive quarterly cash dividend. This cash dividend is payable to shareholders of record at the close of business on April 30, 2021 and is payable on May 7, 2021.

The first quarter of 2021 was an excellent quarter for the Bank as we achieved \$8.9 million in earnings. Credit quality is very good as our clients continued to recover from the effects of the pandemic. Collateral positions remain strong and we are confident about the future for the Bank and our clients.

On April 19th, we announced that we have signed an agreement to acquire American River Bank (ARB), which is headquartered in Rancho Cordova, just outside of Sacramento. The transaction will close in the third quarter of 2021. This acquisition will expand our franchise into the Greater Sacramento area and Amador County. It brings together two exceptional institutions that share complementary cultures of disciplined fundamentals, relationship banking and community commitment. We are very excited about this opportunity and the growth of our franchise. This will accelerate our growth as we all emerge from the pandemic.

Our management team and Board have worked very hard during the past year with all of our clients. We see great opportunities ahead and look forward to a bright future for Bank of Marin.

As always, we appreciate the support of our shareholders, the loyalty of our customers and the dedication of our employees.

Sincerely,

Russell A. Colombo
President & CEO

Brian M. Sobel
Chairman of the Board