

May 3, 2017

Dear valued Shareholders, Customers and Friends:

Evolve Bancorp, Inc. had a solid first quarter. Net income for the three months ended March 31, 2017 was \$475,961 compared to 632,930 for the same period in 2016. Both net interest income and non-interest income increased during the first quarter of 2017 compared to the first quarter of 2016. Book value per share increased to \$5.65 at March 31, 2017 from \$5.57 at December 31, 2016.

Evolve Bank & Trust's ("the Bank") total assets were \$436.4 million at March 31, 2017 compared to \$449 million at December 31, 2016. Total loans were \$386 million at March 31, 2017 compared to \$391.3 million at December 31, 2016. The decrease in total assets and total loans was primarily the result of a seasonal decrease in mortgage loans. Excluding mortgage loans, the Bank's loan portfolio increased \$11.2 million, or 4%, from December 31, 2016 to March 31, 2017. Total deposits increased to \$318.6 million at March 31, 2017 from \$315 million at December 31, 2016.

The Bank's regulatory capital (Tier 1 leverage ratio) remained strong at March 31, 2017 at 8.48%. For more information regarding the Bank's financial performance for the first quarter of 2017, please see the attached Financial Highlights table.

EVOLVE IN THE NEWS

Evolve Bank & Trust announced the promotion of Mark E. Mosteller, Sr., C.P.A., as its new Executive Vice President and Chief Financial Officer on March 28, 2017. Mr. Mosteller joined Evolve in May of 2015 and has been leading the company's Finance and Accounting group. Mr. Mosteller has more than 25 years of experience in leading finance and accounting organizations and his experience includes strategic planning, initial public offerings, treasury management, enterprise risk management, and M&A. Over the course of his career, Mr. Mosteller served as the Chief Financial Officer and Treasurer of GTx, Inc., a publicly-traded biotech company, the COO of Union Planters Mortgage, CFO of Boatman's National Mortgage and Audit Senior Manager for Ernst & Young, LLP.

Evolve also announced that Ramona Martin joined Evolve as the new Director of Human Resources. Ramona comes to Evolve after spending 20 years with Allied Universal formally known as Guardsmark, LLC. In her role, she was Vice President of Human Resources responsible for a company with over 19,000 employees nationwide. As a graduate of Christian Brothers University with an M.B.A. from the University of Memphis, Ramona brings with her a wealth of knowledge and experience—including certifications as a Certified Public Accountant (CPA) and a Certified Senior Professional in Human Resources.

CORPORATE SPONSORSHIPS AND COMMUNITY GIVING

Again this June, we are happy to announce that Evolve will be participating in the Arthritis Foundation's Walk to Cure Arthritis at Autozone Park. Walk to Cure Arthritis is the Arthritis Foundation's nationwide signature event that unites communities across the country to put an end to arthritis. This event features a three-mile and one-mile course, with arthritis information and activities for the entire family. This was a great event last year, and we are happy to be participating again in 2017.

WANT TO BUY OR SELL EVOLVE STOCK?

Our partnership with *Community Bank List* is a valuable service, and we trust this partnership is providing you with a convenient and transparent marketplace to post notices to buy or sell Evolve Bancorp stock. Through our agreement with *Community Bank List*, you may post your listings at no cost by entering our exclusive access code [EVOLVE] for any listing (buying or selling) of Evolve Bancorp shares.

We are pleased to offer this service to you and hope that you will take advantage of it. On the Investor Relations page of www.getevolved.com, you will find a link to www.communitybanklist.com where you can create a free profile to begin viewing and posting share offers. For help getting started, please call *Community Bank List* at 1.877.257.0854 and select option "2" for support. Also, feel free to contact Jennifer Nelson, Evolve Trust Services, at 901.260.9984 or jnelson@getevolved.com, and she will be happy to assist you.

HOW CAN YOU HELP EVOLVE AND YOUR INVESTMENT?

At Evolve, we are continually looking for new opportunities to grow and ways to improve our services to our customers. As new and interesting concepts arise, please do not hesitate to reach out to us. We are always happy to hear your thoughts.

As always, we welcome your observations, concerns and questions. For current information about everything happening at Evolve, please visit us at www.getevolved.com and follow us on Facebook at www.facebook.com/getevolved, Twitter at www.twitter.com/getevolved1925, Instagram at www.instagram.com/evolve1925 or on LinkedIn at www.linkedin.com/company/evolve-bank-and-trust.

Sincerely,



B. Scot Lenoir
Chairman
Evolve Bancorp, Inc.

Evolve Bancorp and Evolve Bank & Trust
Financial Highlights For the Three Months Ended
(Unaudited)

Evolve Bancorp

(Dollars in Thousands, except per share data)

Income Data	March 31, 2017	March 31, 2016
Net Income	\$ 476	\$ 661

Balance Sheet Data	March 31, 2017	December 31, 2016
Preferred Stock	\$ 6,549	\$ 6,749
Common Stockholders' Equity	26,093	25,721
Total Stockholders' Equity	32,642	32,470
Book Value per Common Share	\$ 5.65	\$ 5.57

Evolve Bank and Trust

(Dollars in Thousands)

Income Data	March 31, 2017	March 31, 2016
Net Interest Income	\$ 4,190	\$ 3,539
Non Interest Income	9,917	9,752
Net Income	452	633

Profitability Ratios

Return on Average Assets	0.42%	0.70%
Return on Average Equity	4.71%	7.13%
Net Interest Margin	4.13%	4.29%

Balance Sheet Data	March 31, 2017	December 31, 2016
Total Loans	\$ 385,963	\$ 391,292
Investment Securities	20,437	18,822
Total Assets	436,353	449,036
Total Deposits	318,552	315,048
Allowance for Loan Losses	5,823	5,809

Ratios	March 31, 2017	December 31, 2016
Loans to Deposits	119.33%	122.36%
Non-Accrual Loans to Total Loans	0.72%	0.47%
ALLL/Gross Loans, excluding HFS	1.92%	1.89%
Tier 1 Leverage Ratio	8.48%	8.22%
Tier 1 Risk-Based Capital Ratio	10.48%	9.80%
Total Risk Based Capital Ratio	11.73%	11.06%