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It is not practical to determine the fair value of FHLBI stock due to transferability restrictions; therefore, fair value is estimated at carrying 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recognized in the current reporting period that results from performance obligations satisfied in previous periods. Á Our primary sources of revenue are derived from interest and dividends earned on loans, securities and other financial instruments that are not within the scope of Topic 606. We have evaluated the nature of our contracts with customers and determined that further disaggregation of revenue from contracts with customers into more granular categories beyond what is presented in the Consolidated Statements of Income was not necessary. Á We generally satisfy our performance obligations on contracts with customers as services are rendered, and the transaction prices are typically fixed and charged either on a periodic basis (generally monthly) or based on activity. Because performance obligations are satisfied as services are rendered and the transaction prices are fixed, there is little judgment involved in applying Topic 606 that significantly affects the determination of the amount and timing of revenue from contracts with customers. Á (Continued) Á 15 Table of Contents MERCANTILE BANK CORPORATION NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Unaudited) Á Á 1.Á Á Á SIGNIFICANT ACCOUNTING POLICIES (Continued) Á The following table depicts our sources of noninterest income presented in the Consolidated Statements of Income that are scoped within Topic 606: Á Á Á Three Months Á Á Three Months Á Á Six Months Á Á Six Months Á Á Ended Á Á Ended Á Á Ended Á (Dollars in thousands) Á June 30, 2024 Á June 30, 2023 Á June 30, 2024 Á June 30, 2023 Á Á Á Á Á Á Á Á Á Á Á Á Service charges on deposit and sweep accounts Á \$1,692Á Á \$1,064Á Á \$3,224Á Á \$2,041Á Credit and debit card income Á Á 2,266Á Á Á 2,426Á Á Á 4,387Á Á Á 4,485Á Payroll services income Á Á 686Á Á Á 572Á Á Á 1,582Á Á Á 1,317Á Customer service fees Á Á 183Á Á Á 187Á Á Á 381Á Á Á 407Á Á Service Charges on Deposit and Sweep Accounts: We earn fees from deposit and sweep customers for account maintenance, transaction-based and overdraft services. Account maintenance fees, which relate primarily to monthly maintenance, are earned over the course of the month reflecting the period over which we satisfy the performance obligation. Transaction-based fees, which include services such as stop payment and returned item charges, are recognized at the time the transaction is executed as that is the point in time we fulfill the customer request. Service charges on deposit and sweep accounts are withdrawn from the customer account balance. Á Credit and Debit Card Income: We earn interchange income on our cardholder debit and credit card usage. Interchange income is primarily comprised of fees whenever our debit and credit cards are processed through card payment networks such as Visa. Interchange fees from cardholder transactions represent a percentage of the underlying transaction value and are recognized daily, concurrently with the transaction processing services provided to the cardholder. Á Payroll Services Income: We earn fees from providing payroll processing services for our commercial clients. Fees are assessed for processing weekly or bi-weekly payroll files, reports and documents, as well as year-end tax-related files, reports and documents. Fees are recognized and collected as payroll processing services are completed for each payroll run and year-end processing activities. Á Customer Service Fees: We earn fees by providing a variety of other services to our customers, such as wire transfers, check ordering, sales of cashier checks and money orders, and rentals of safe deposit boxes. Generally, fees are recognized and collected daily, concurrently with the point in time we fulfill the customer request. Safe deposit box rentals are on annual contracts, with fees generally earned at the time of the contract signing or renewal. Customer service fees are recorded as other noninterest income on our Consolidated Statements of Income. Á (Continued) Á 16 Table of Contents MERCANTILE BANK CORPORATION NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Unaudited) Á Á 2.Á Á Á SECURITIES Á The amortized cost and fair value of available for sale securities and the related pre-tax gross unrealized gains and losses recognized in accumulated other comprehensive income (loss) are as follows: Á Á Á Á Á Á Gross Á Á Gross Á Á Á Á Á Á Amortized Á Á Unrealized Á Á Unrealized Á Á Fair Á (Dollars in thousands) Á Cost Á Gains Á Losses Á Value Á June 30, 2024 Á Á Á Á Á Á Á Á Á Á Á Á U.S. Government agency debt obligations Á \$478,920Á Á \$112Á Á \$(51,150)Á \$427,882Á Mortgage-backed securities Á Á 33,531Á Á Á 4Á Á Á (6,557)Á Á 26,978Á Municipal general obligation bonds Á Á 171,644Á Á Á 720Á Á Á (8,058)Á Á 164,306Á Municipal revenue bonds Á Á 30,709Á Á Á 84Á Á Á (2,552)Á Á 28,241Á Other investments Á Á 500Á Á Á 0Á Á Á 0Á Á Á 500Á Á Á Á Á Á Á Á Á Á Á Á \$715,304Á Á \$920Á Á \$(68,317)Á \$647,907Á Á Á Á Á Á Á Á Á Á Á Á Á Á December 31, 2023 Á Á Á Á Á Á Á Á Á Á Á Á U.S. Government agency debt obligations Á \$442,496Á Á \$0Á Á \$(52,000)Á \$390,496Á Mortgage-backed securities Á Á 35,168Á Á Á 20Á Á Á (5,715)Á Á 29,473Á Municipal general obligation bonds Á Á 172,126Á Á Á 1,924Á Á Á (6,190)Á Á 167,860Á Municipal revenue bonds Á Á 30,708Á Á Á 262Á Á Á (2,207)Á Á 28,763Á Other investments Á Á 500Á Á Á 0Á Á Á 0Á Á Á 500Á Á Á Á Á Á Á Á Á Á Á Á \$680,998Á Á \$2,066Á Á \$(66,112)Á \$617,092Á Á Securities with unrealized losses at June 30, 2024 andÁ December 31, 2023, aggregated by investment category and length of time that individual securities have been in a continuous loss position, are as follows: Á Á Less than 12 Months Á Á 12 Months or More Á Á Total Á Á Fair Á Á Unrealized Á Á Fair Á Á Unrealized Á Á Fair Á Á Unrealized Á (Dollars in thousands) Á Value Á Loss Á Value Á Loss Á Value Á Loss Á June 30, 2024 Á Á Á Á Á Á Á Á Á Á Á Á Á Á Á Á U.S. Government agency debt obligations Á \$28,182Á Á \$69Á Á \$385,062Á Á \$51,081Á Á \$413,244Á Á \$51,150Á Mortgage-backed securities Á Á 352Á Á Á 4Á Á Á 26,345Á Á Á 6,553Á Á Á 26,697Á Á Á 6,557Á Municipal general obligation bonds Á Á 11,694Á Á Á 120Á Á Á 115,410Á Á Á 7,938Á Á Á 127,104Á Á Á 8,058Á Municipal revenue bonds Á Á 2,484Á Á Á 27Á Á Á 23,160Á Á Á 2,525Á Á Á 25,644Á Á 2,552Á Other investments Á Á 0Á Á Á 0Á Á Á 0Á Á Á 0Á Á Á 0Á Á Á Á Á Á Á Á Á Á Á Á \$42,712Á Á \$220Á Á \$549,977Á Á \$68,097Á Á \$592,689Á Á \$68,317Á Á (Continued) Á 17 Table of Contents MERCANTILE BANK CORPORATION NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Unaudited) Á Á 2.Á Á Á SECURITIES (Continued) Á Á Less than 12 Months Á Á 12 Months or More Á Á Total Á Á Fair Á Á Unrealized Á Á Fair Á Á Unrealized Á Á Fair Á Á Unrealized Á (Dollars in thousands) Á Value Á Loss Á Value Á Loss Á Value Á Loss Á December 31, 2023 Á Á Á Á Á Á Á Á Á Á Á Á Á Á Á Á U.S. Government agency debt obligations Á \$0Á Á \$0Á Á \$390,496Á Á \$52,000Á Á \$390,496Á Á \$52,000Á Mortgage-backed securities Á Á 114Á Á Á 0Á Á Á 28,749Á Á Á 5,715Á Á Á 28,863Á Á Á 5,715Á Municipal general obligation bonds Á Á 1,109Á Á Á 6Á Á Á 106,171Á Á Á 6,184Á Á Á 107,280Á Á Á 6,190Á Municipal revenue bonds Á Á 1,506Á Á Á 8Á Á Á 20,602Á Á Á 2,199Á Á Á 22,108Á Á Á 2,207Á Other investments Á Á 0Á Á Á 0Á Á Á 0Á Á Á 0Á Á Á 0Á Á Á Á Á Á Á Á Á Á Á Á \$2,729Á Á \$14Á Á \$546,018Á Á \$66,098Á Á \$548,747Á Á \$66,112Á Á We evaluate securities in an unrealized loss position at least quarterly. Consideration is given to the financial condition of the issuer, and the intent and ability we have to retain our investment in the issuer for a period of time sufficient to allow for any anticipated recovery in fair value. For those debt securities whose fair value is less than their amortized cost basis, we also consider our intent to sell the security, whether it is more likely than not that we will be required to sell the security before recovery and if we do not expect to recover the entire amortized cost basis of the security. In analyzing an issuer’s financial condition, we may consider whether the securities are issued by the federal government or its agencies, whether downgrades by bond rating agencies have occurred and the results of reviews of the issuer’s financial condition. Á At June 30, 2024, 736Á debt securities with estimated fair values totaling \$593Á million had unrealized losses aggregating \$68.3Á million. At December 31, 2023, 641 debt securities with estimated fair values totaling \$549 million had unrealized losses aggregating \$66.1 million. At June 30, 2024, unrealized losses aggregating \$57.7Á million were attributable to bonds issued or guaranteed by agencies of the U.S. Federal Government, while unrealized losses totaling \$10.6Á million were associated with bonds issued by state-based municipalities. For available for sale debt securities in an unrealized loss position, we first assess whether we intend to sell, or if it is more likely than not that we will be required to sell the security before recovery of the amortized cost basis. If either of the criteria regarding intent or requirement to sell is met, the debt security’s amortized cost basis is written down to fair value through income with the establishment of an allowance. For debt securities available for sale that do not meet the aforementioned criteria, we evaluate whether any decline in fair value is due to credit loss factors. In making this assessment, we consider any changes to the rating of the security by a rating agency and adverse conditions specifically related to the issuer of the security, among other factors. Á (Continued) Á 18 Table of Contents MERCANTILE BANK CORPORATION NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Unaudited) Á Á 2.Á Á Á SECURITIES (Continued) Á The amortized cost and fair value of debt securities at June 30, 2024, by maturity, are shown in the following table. The contractual maturity is utilized for U.S. Government agency debt obligations and municipal bonds. Expected maturities may differ from contractual maturities because borrowers may have the right to call or prepay obligations with or without call or prepayment penalties. Securities not due at a single maturity date, primarily mortgage-backed securities, are shown separately. Á Á Á Á Á Á Á Á Á Á Amortized Á Á Fair Á (Dollars in thousands) Á Cost Á Value Á Á Á Á Á Á Á Due in 2024 Á \$36,407Á Á \$35,906Á Due in 2025 through 2029 Á Á 347,975Á Á Á 320,540Á Due in 2030 through 2034 Á Á 257,961Á Á Á 225,847Á Due in 2035 and beyond Á Á 38,930Á Á Á 38,136Á Mortgage-backed securities Á Á 33,531Á Á Á 26,978Á Other investments Á Á 500Á Á Á 500Á Á Á Á Á Á Á Total available for sale securities Á \$715,304Á Á \$647,907Á Á No securities were sold during the first six months ofÁ 2024 or the full-year 2023. Á Securities issued by the State of Michigan and all its political subdivisions had combined amortized costs of \$202Á million andÁ \$203Á million as ofÁ June 30, 2024 andÁ December 31, 2023, respectively, with estimated market values of \$193Á million and \$197 million at the respective dates. We had no securities issued by all other states and their political subdivisions as of June 30, 2024, and December 31, 2023. Total securities of any other specific issuer, other than the U.S. Government and its agencies and the State of Michigan and all its political subdivisions, did not exceed 10% of shareholders’ equity. Á The carrying value of U.S. Government agency debt obligation securities that are pledged to secure repurchase agreements was \$222Á million and \$230Á million at June 30, 2024, and December 31, 2023, respectively. Á (Continued) Á 19 Table of Contents MERCANTILE BANK CORPORATION NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Unaudited) Á Á 3.Á Á Á LOANS AND ALLOWANCE FOR CREDIT LOSSES Á Commercial loans are divided among five segments based primarily on collateral type, risk characteristics, and primary and secondary sources of repayment. These segments are then further stratified based on the commercial loan grade that is assigned using our standard loan grading paradigm. Retail loans are divided into one of two groups based on risk characteristics and source of repayment. Our allowance for credit loss pools are consistent with those used for loan note disclosure purposes. Á Our loan portfolio segments as of bothÁ June 30, 2024Á andÁ December 31, 2023 were as follows: Á Á o Commercial Loans Á â Commercial and Industrial: Risks to this loan category include industry concentration and the practical limitations associated with monitoring the condition of the collateral which often consists of inventory, accounts receivable, and other non-real estate assets. Equipment and inventory obsolescence can also pose a risk. Declines in general economic conditions and other events can cause cash flows to fall to levels insufficient to service debt. Á â Owner Occupied Commercial Real Estate: Risks to this loan category include industry concentration and the inability to monitor the condition of the collateral. Declines in general economic conditions and other events can cause cash flows to fall to levels insufficient to service debt. Also, declines in real estate values and lack of suitable alternative use for the properties are risks for loans in this category. Á â Non-Owner Occupied Commercial Real Estate: Loans in this category are susceptible to declines in occupancy rates, business failure, and general economic conditions. Also, declines in real estate values and lack of suitable alternative use for the properties are risks for loans in this category. Á â Multi-Family and Residential Rental: Risks to this loan category include industry concentration and the inability to monitor the condition of the collateral. Loans in this category are susceptible to weakening general economic conditions and increases in unemployment rates, as well as market demand and supply of similar property and the resulting impact on occupancy rates, market rents, cash flow, and income-based real estate values. Also, the lack of a suitable alternative use for the properties is a risk for loans in this category. Á â Vacant Land, Land Development and Residential Construction: Risks common to commercial construction loans are cost overruns, changes in market demand for property, inadequate long-term financing arrangements, and declines in real estate values. Residential construction loans are susceptible to those same risks as well as those associated with residential mortgage loans. Changes in market demand for property could lead to longer marketing times resulting in higher carrying costs, declining values, and higher interest rates. Á o Retail Loans Á â 1-4 Family Mortgages: Residential mortgage loans are susceptible to weakening general economic conditions and increases in unemployment rates and declining real estate values. Á â Other Consumer Loans: Risks common to these loans include regulatory risks, unemployment, and changes in local economic conditions as well as the inability to monitor collateral consisting of personal property. Á During the year ended December 31, 2023, we changed the segmentation of credit cards to business customers from other consumer loans to commercial and industrial loans. This division of the credit card balances was done to better align the risk characteristics of the portfolio, which include the customer type and source of repayment. Credit cards to business customers totaled \$17.8 millionÁ as of December 31, 2023. We also changed the segmentation of home equity lines of credit from 1-4 family mortgage loans to other consumer loans during the year ended December 31, 2023. Home equity lines of credit share many of the same risk characteristics of both segments, however, losses are primarily driven by a lack of underlying collateral value during distressed situations as many of the loans are in a second lien position, and thus, best segmented within the other consumer portfolio. Home equity lines of credit totaled \$38.1 millionÁ as of December 31, 2023. Á (Continued) Á 20 Table of Contents MERCANTILE BANK CORPORATION NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Unaudited) Á Á 3.Á Á Á LOANS AND ALLOWANCE FOR CREDIT LOSSESÁ (Continued) Á Our total loans at June 30, 2024 were \$4.44Á billion compared to \$4.30Á billion at December 31, 2023, an increase of \$134Á million, or 3.1%. The components of our loan portfolio disaggregated by class of loan within the loan portfolio segments at June 30, 2024 andÁ December 31, 2023, and the percentage change in loans from the end of 2023 to the end of theÁ second quarter of 2024, are as follows: Á Á Á Á Á Á Á Á Á Á Á Á Percent Á Á June 30, 2024 Á Á December 31, 2023 Á Á Increase Á (Dollars in thousands) Á Balance Á % Á Balance Á % Á (Decrease) Á Á Á Á Á Á Á Á Á Á Á Commercial: Á Á Á Á Á Á Á Á Á Á Commercial and industrial Á \$1,275,745Á Á 28.8%Á \$1,254,586Á Á 29.2%Á Á 1.7% Vacant land, land development, and residential construction Á Á 76,247Á Á 1.7Á Á Á 74,753Á Á 1.7Á Á Á 2.0Á Real estate â owner occupied Á Á 732,844Á Á 16.5Á Á Á 717,667Á Á 16.7Á Á Á 2.1Á Real estate â non-owner occupied Á Á 1,059,053Á Á 23.9Á Á Á 1,035,684Á Á 24.1Á Á Á 2.3Á Real estate â multi-family and residential rental Á Á 389,390Á Á 8.8Á Á Á 332,609Á Á 7.7Á Á Á 17.1Á Total commercial Á Á 3,533,279Á Á 79.7Á Á Á 3,415,299Á Á 79.4Á Á Á 3.5Á Á Á Á Á Á Á Retail: Á Á Á Á Á Á Á 1-4 family mortgages Á Á 849,625Á Á 19.1Á Á Á 837,406Á Á 19.5Á Á Á 1.5Á Other consumer loans Á Á 55,341Á Á 1.2Á Á Á 51,053Á Á 1.1Á Á Á 8.4Á Total retail Á Á 904,966Á Á 20.3Á Á Á 888,459Á Á 20.6Á Á Á 1.9Á Á Á Á Á Á Total loans Á \$4,438,245Á Á 100.0%Á \$4,303,758Á Á 100.0%Á Á 3.1% Á (Continued) Á 21 Table of Contents MERCANTILE BANK CORPORATION NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Unaudited) Á Á 3.Á Á Á LOANS AND ALLOWANCE FOR CREDIT LOSSES (Continued) Á An age analysis of past due loans is as follows as of June 30, 2024: Á Á Á Á Á Á Á Á Á Á Á Á Recorded Á Á Á Á Á Á Greater Á Á Á Á Á Á Á Balance Á Á 30 â 59Á Á 60 â 89Á Á Than 89 Á Á Á Á Á Á Á Á Á Á Á > 89 Á Á Days Á Á Days Á Á Days Á Á Total Á Á Á Á Á Total Á Á Days Á Á (Dollars in thousands) Á Past DueÁ Á Past DueÁ Á Past DueÁ Á Past DueÁ Á CurrentÁ Á LoansÁ Á AccruingÁ Á Á Á Á Á Á Á Á Á Á Commercial: Á Á Á Á Á Á Á Á Á Á Commercial and industrial Á \$0Á Á \$115Á Á \$4,803Á Á \$4,918Á Á \$1,275,745Á Á \$0Á Vacant land, land development, and residential construction Á Á 0Á Á 0Á Á 0Á Á 0Á Á 76,247Á Á 76,247Á Á 0Á Real estate â owner occupied Á Á 0Á Á 0Á Á 0Á Á 0Á Á 0Á Á 732,844Á Á 732,844Á Á 0Á Real estate â non-owner occupied Á Á 0Á Á 0Á Á 0Á Á 0Á Á 1,059,053Á Á 1,059,053Á Á 0Á Real estate â multi-family and residential rental Á Á 0Á Á 0Á Á 0Á Á 0Á Á 389,390Á Á 389,390Á Á 0Á Total commercial Á Á 0Á Á 0Á Á 115Á Á 4,803Á Á 4,918Á Á 3,528,361Á Á 3,533,279Á Á 0Á Á Á Á Á Á 1-4 family mortgages Á Á 702Á Á 519Á Á 123Á Á 1,344Á Á 848,281Á Á 849,625Á Á 0Á Other consumer loans Á Á 108Á Á 18Á Á 0Á Á 126Á Á 55,215Á Á 55,341Á Á 0Á Total retail Á Á 810Á Á 537Á Á 123Á Á 1,470Á Á 903,496Á Á 904,966Á Á 0Á Á Á Á Á Á Á Á Á Á Á Total past due loans Á \$810Á Á \$652Á Á \$4,926Á Á \$6,388Á Á \$4,331,857Á Á \$4,338,245Á Á \$0Á (Continued) Á 22 Table of Contents MERCANTILE BANK CORPORATION NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Unaudited) Á Á 3.Á Á Á LOANS AND ALLOWANCE FOR CREDIT LOSSES (Continued) Á An age analysis of past due loans is as follows as of December 31, 2023: Á Á Á Á Á Á Á Balance Á Á 30 â 59Á Á 60 â 89Á Á Than 89 Á Á Á Á Á Á Á Á Á Á Á Recorded Á Á Á Á Á Á Greater Á Á Á Á Á Á Á Balance Á Á 30 â 59Á Á 60 â 89Á Á Than 89 Á Á Á Á Á Á Á > 89 Á Á Days Á Á Days Á Á Days Á Á Total Á Á Á Á Á Total Á Á Days Á Á (Dollars in thousands) Á Past DueÁ Á Past DueÁ Á Past DueÁ Á Past DueÁ Á CurrentÁ Á LoansÁ Á AccruingÁ Á Á Á Á Á Á Á Á Á Á Commercial: Á Á Á Á Á Á Á Á Á Á Commercial and industrial Á \$4Á Á \$0Á Á \$249Á Á \$1,254,333Á Á \$1,254,586Á Á \$0Á Vacant land, land development, and residential construction Á Á 0Á Á 0Á Á 0Á Á 74,753Á Á 74,753Á Á 0Á Real estate â owner occupied Á Á 0Á Á 0Á Á 0Á Á 0Á Á 0Á Á 70Á Á 70Á Á 0Á Real estate â non-owner occupied Á Á 0Á Á 0Á Á 0Á Á 0Á Á 1,035,684Á Á 1,035,684Á Á 0Á Real estate â multi-family and residential rental

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Interest rates down 300 basis points (5.400) (2.6) Interest rates up 100 basis points (5.200) (2.5) Interest rates up 200 basis points (5.400) (5.3) Interest rates up 300 basis points (5.400) (7.8) The resulting estimates have been significantly impacted by the current interest rate and economic environments, as adjustments have been made to critical model inputs with regards to traditional interest rate relationships. This is especially important as it relates to floating rate commercial loans, which comprise a sizable portion of our balance sheet. In addition to changes in interest rates, the level of future net interest income is also dependent on a number of other variables, including: the growth, composition and absolute levels of loans, deposits, and other earning assets and interest-bearing liabilities; level of nonperforming assets; economic and competitive conditions; potential changes in lending, investing, and deposit gathering strategies; client preferences; and other factors. Item 4. Controls and Procedures As of June 30, 2024, an evaluation was performed under the supervision of and with the participation of our management, including our Chief Executive Officer and Chief Financial Officer, of the effectiveness of the design and operation of our disclosure controls and procedures. Based on that evaluation, our management, including our Chief Executive Officer and Chief Financial Officer, concluded that our disclosure controls and procedures were effective as of June 30, 2024. There have been no changes in our internal control over financial reporting during the quarter ended June 30, 2024 that have materially affected, or are reasonably likely to materially affect, our internal control over financial reporting. 65 Table of Contents MERCANTILE BANK CORPORATION PART II OTHER INFORMATION Item 1. Legal Proceedings. From time to time, we may be involved in various legal proceedings that are incidental to our business. In our opinion, we are not a party to any current legal proceedings that are material to our financial condition, either individually or in the aggregate. Item 1A. Risk Factors. There have been no material changes in our risk factors from those previously disclosed in our annual report on Form 10-K for the year ended December 31, 2023. Item 2. Unregistered Sales of Equity Securities and Use of Proceeds. We made no unregistered sales of equity securities during the quarter ended June 30, 2024. Issuer Purchases of Equity Securities On May 27, 2021, we announced that our Board of Directors had authorized a program to repurchase up to \$20.0 million of our common stock from time to time in open market transactions at prevailing market prices or by other means in accordance with applicable regulations. The actual timing, number and value of shares repurchased under the program will be determined by management in its discretion and will depend on a number of factors, including the market price of our stock, general market and economic conditions, our capital position, financial performance and alternative uses of capital, and applicable legal requirements. The program may be discontinued at any time. No shares were repurchased during the first six months of 2024. Historically, stock repurchases have been funded from cash dividends paid to us from our bank. Additional repurchases may be made in future periods under the authorized plan or a new plan, which would also likely be funded from cash dividends paid to us from our bank. As of June 30, 2024, repurchases aggregating \$6.8 million were available to be made under the current repurchase program. Repurchases made during the second quarter of 2024 are detailed in the table below.

	Maximum Number of Shares or	Approximate Dollar Total Number of Shares Purchased as a Percentage of Publicly Offered Shares or
Purchased Under the Price Paid Per Announced Plans or Programs	Period	Share Programs

(Dollars in thousands) April 1 – 30 \$0.00 \$6,818 May 1 – 31 \$0.00 \$6,818 June 1 – 30 \$0.00 \$6,818 Total \$0.00 \$6,818 Item 3. Defaults Under Senior Securities. Not applicable. Item 4. Mine Safety Disclosures. Not applicable. Item 5. Other Information. Director Robert B. Kaminski, Jr. entered into a 10b5-1 Plan on April 2, 2024. The plan is intended to satisfy the affirmative defenses of Rule 10b5-1(c). The plan permits the sale of up to 4,500 shares beginning on July 2, 2024 through December 31, 2025. 66 Table of Contents MERCANTILE BANK CORPORATION Item 6. Exhibits EXHIBIT NO. EXHIBIT DESCRIPTION A 3.1 Articles of Incorporation of Mercantile Bank Corporation, including all amendments thereto, incorporated by reference to Exhibit 3.1 of our Form S-4 Registration Statement filed February 16, 2022 A 3.2 Our Amended and Restated Bylaws dated as of February 26, 2015 are incorporated by reference to Exhibit 3.1 to our Current Report on Form 8-K filed February 26, 2015 A 4.1 Instruments defining the Rights of Security Holders reference is made to Exhibits 3.1 and 3.2. In accordance with Regulation S-K Item 601(b)(4), Mercantile Bank Corporation is not filing copies of instruments defining the rights of holders of long-term debt because none of those instruments authorizes debt in excess of 10% of the total assets of Mercantile Bank Corporation and its subsidiaries on a consolidated basis. Mercantile Bank Corporation hereby agrees to furnish a copy of any such instrument to the Securities and Exchange Commission upon request. A 4.2 Subordinated indenture, dated December 15, 2021, by and between Mercantile Bank Corporation and Wilmington Trust, National Association, as trustee, incorporated by reference to our Current Report on Form 8-K filed December 17, 2021 A 4.3 First Supplemental Indenture to Subordinated indenture, dated December 15, 2021, by and between Mercantile Bank Corporation and Wilmington Trust, National Association, as trustee, incorporated by reference to our Current Report on Form 8-K filed December 17, 2021 A 4.4 Form of 3.25% Fixed-to-Floating Rate Subordinated Note due 2032, incorporated by reference to our Current Report on Form 8-K filed December 17, 2021 A 4.5 Form of Subordinated Note Purchase Agreement dated December 15, 2021, by and among Mercantile Bank Corporation and the Purchasers, incorporated by reference to our Current Report on Form 8-K filed December 17, 2021 A 4.6 Form of Registration Rights Agreement dated December 15, 2021, by and among Mercantile Bank Corporation and the Purchasers, incorporated by reference to our Current Report on Form 8-K filed December 17, 2021 A 10.1 Amended and Restated Employment Agreement of Raymond E. Reitsma dated November 29, 2018, effective December 31, 2018, incorporated by reference to exhibit 10.3 of our Form 8-K filed December 3, 2018 A 10.2 First Amendment to Amended and Restated Employment Agreement of Raymond E. Reitsma dated May 31, 2024, incorporated by reference to exhibit 10.2 of our Form 8-K filed June 3, 2024 A 10.3 Amended and Restated Employment Agreement of Scott P. Setlock effective January 1, 2024A incorporated by reference to exhibit 10.3 of our Form 8-K filed June 3, 2024 A 10.4 First Amendment to Amended and Restated Employment Agreement of Scott P. Setlock dated May 31, 2024A incorporated by reference to exhibit 10.4 of our Form 8-K filed June 3, 2024 A 31 Rule 13a-14(a) Certifications A 32.1 Section 1350 Chief Executive Officer Certification A 32.2 Section 1350 Chief Financial Officer Certification A 101 The following financial information from Mercantile's Quarterly Report on Form 10-Q for the quarter ended June 30, 2024, formatted in Inline XBRL (eXtensible Business Reporting Language): (i) the Consolidated Balance Sheets, (ii) the Consolidated Statements of Income, (iii) the Consolidated Statements of Comprehensive Income, (iv) the Consolidated Statements of Changes in Shareholders' Equity, (v) the Consolidated Statements of Cash Flows, and (vi) the Notes to Consolidated Financial Statements A 104 Cover Page Interactive Data File (formatted as Inline XBRL and contained in Exhibit 101) A 67 Table of Contents A SIGNATURES Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized, on August 2, 2024.

MERCANTILE BANK CORPORATION By: /s/ Raymond E. Reitsma Raymond E. Reitsma President and Chief Executive Officer (Principal Executive Officer) Charles E. Christmas Charles E. Christmas Executive Vice President, Chief Financial Officer and Treasurer (Principal Financial and Accounting Officer) 68 0001437749-24-024367ex 684155.htm EXHIBIT 31A Rule 13a-14(a) CERTIFICATIONS I, Raymond E. Reitsma, President and Chief Executive Officer of Mercantile Bank Corporation, certify that: I have reviewed this report on Form 10-Q of Mercantile Bank Corporation (the "registrant"); Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report; Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report; I, as the registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have: a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared; b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles; c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and 5. A The registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions): a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting. A Date: August 2, 2024 /s/ Raymond E. Reitsma A Raymond E. Reitsma President and Chief Executive Officer A Charles E. Christmas, Executive Vice President, Chief Financial Officer and Treasurer of Mercantile Bank Corporation, certify that: I have reviewed this report on Form 10-Q of Mercantile Bank Corporation (the "registrant"); Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report; Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report; I, as the registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have: a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared; b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles; c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and 5. A The registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions): a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting. A Date: August 2, 2024 /s/ Charles E. Christmas A Charles E. Christmas Executive Vice President, Chief Financial Officer and Treasurer 0001437749-24-024367ex 684156.htm EXHIBIT 32.1A CERTIFICATION PURSUANT TO 18 U.S.C. SECTION 1350, AS ADOPTED PURSUANT TO SECTION 906 OF THE SARBANES-OXLEY ACT OF 2002A This certification is provided pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, 18 U.S.C. 1350, and accompanies the quarterly report on Form 10-Q for the quarter ended June 30, 2024 (the "Form 10-Q") of Mercantile Bank Corporation (the "Issuer"). I, Raymond E. Reitsma, President and Chief Executive Officer of the Issuer, certify that to my knowledge: (i) the Form 10-Q fully complies with the requirements of Section 13(a) or Section 15(d) of the Securities Exchange Act of 1934; and (ii) the information contained in the Form 10-Q fairly presents, in all material respects, the financial condition and results of operations of the Issuer. A Date: August 2, 2024 /s/ Raymond E. Reitsma A Raymond E. Reitsma President and Chief Executive Officer 0001437749-24-024367ex 684157.htm EXHIBIT 32.2A CERTIFICATION PURSUANT TO 18 U.S.C. SECTION 1350, AS ADOPTED PURSUANT TO SECTION 906 OF THE SARBANES-OXLEY ACT OF 2002A This certification is provided pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, 18 U.S.C. 1350, and accompanies the quarterly report on Form 10-Q for the quarter ended June 30, 2024 (the "Form 10-Q") of Mercantile Bank Corporation (the "Issuer"). I, Charles E. Christmas, Executive Vice President, Chief Financial Officer and Treasurer of the Issuer, certify that to my knowledge: (i) the Form 10-Q fully complies with the requirements of Section 13(a) or Section 15(d) of the Securities Exchange Act of 1934; and (ii) the information contained in the Form 10-Q fairly presents, in