

(616) 406-3000

(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files).

Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer
Non-accelerated filer Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes No

At November 4, 2016, there were 16,302,213 shares of common stock outstanding.

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MERCANTILE BANK CORPORATION

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MERCANTILE BANK CORPORATION

PART I --- FINANCIAL INFORMATION

Item 1. Financial Statements

CONDENSED CONSOLIDATED BALANCE SHEETS

(Unaudited)

	September 30, 2016	December 31, 2015
ASSETS		
Cash and due from banks	\$55,882,000	\$42,829,000
Interest-earning deposits	85,848,000	46,463,000
Federal funds sold	0	599,000
Total cash and cash equivalents	141,730,000	89,891,000
Securities available for sale	325,443,000	346,992,000
Federal Home Loan Bank stock	8,026,000	7,567,000
Loans	2,406,377,000	2,277,727,000
Allowance for loan losses	(17,526,000)	(15,681,000)
Loans, net	2,388,851,000	2,262,046,000
Premises and equipment, net	45,212,000	46,862,000
Bank owned life insurance	66,876,000	58,971,000
Goodwill	49,473,000	49,473,000
Core deposit intangible	10,592,000	12,631,000
Other assets	27,761,000	29,123,000
Total assets	\$3,063,964,000	\$2,903,556,000
LIABILITIES AND SHAREHOLDERS' EQUITY		
Deposits		
Noninterest-bearing	\$731,663,000	\$674,568,000
Interest-bearing	1,597,774,000	1,600,814,000
Total deposits	2,329,437,000	2,275,382,000
Securities sold under agreements to repurchase	146,843,000	154,771,000
Federal Home Loan Bank advances	178,000,000	68,000,000

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Subordinated debentures	44,665,000	55,154,000
Accrued interest and other liabilities	15,548,000	16,445,000
Total liabilities	2,714,493,000	2,569,752,000
Shareholders' equity		
Preferred stock, no par value; 1,000,000 shares authorized; none issued	0	0
Common stock, no par value; 40,000,000 shares authorized; 16,296,658 shares outstanding at September 30, 2016 and 16,358,711 shares outstanding at December 31, 2015	304,027,000	304,819,000
Retained earnings	43,655,000	27,722,000
Accumulated other comprehensive income	1,789,000	1,263,000
Total shareholders' equity	349,471,000	333,804,000
Total liabilities and shareholders' equity	\$3,063,964,000	\$2,903,556,000

See accompanying notes to condensed consolidated financial statements.

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MERCANTILE BANK CORPORATION

CONDENSED CONSOLIDATED STATEMENTS OF INCOME

(Unaudited)

Three Months Ended Sept 30, 2016	Three Months Ended Sept 30, 2015	Nine Months Ended Sept 30, 2016	Nine Months Ended Sept 30, 2015
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Interest income
Loans, including fees \$