

**CHINO COMMERCIAL BANK REPORTS 109%
INCREASE IN PRE-TAX EARNINGS.**

Chino, California..... The Board of Directors of Chino Commercial Bank, N.A. announced the results of operations for the year ended December 31, 2004 with net income of \$581,381 a 16.2% increase over net income for the same period last year. Pre-tax earnings for the year ended December 31, 2004 were \$917,709 a 109.3% increase over the pre-tax earnings for the same period last year. Net income per share for the year ended December 31, 2004 was \$0.71 per share as compared to \$0.61 per share for the year ended December 31, 2003. Net income per fully diluted share was \$0.66 and \$0.59 for the years ended December 31, 2004 and 2003 respectively.

Net income for the fourth quarter ended December 31, 2004 was \$170,185 or \$0.18 per diluted share, a 35% increase compared to \$125,853 or \$0.13 per diluted share for the fourth quarter of 2003.

Dann H. Bowman, President and Chief Executive Officer stated, "We are very pleased with the continued growth and profitability of the Bank. Despite being the first year earnings were fully taxable, net income during 2004 increased considerably over last year. Net earnings represent a return on beginning equity of 10.91%, and during the year the stock increased from a split adjusted price of \$14.83 to \$20.50 at year end, an appreciation of 38%. The consistent and steady growth in Deposits and Loans has allowed the Bank to show improved stability of earnings and efficiency. We are also pleased to report that the Bank ended the year with no loan delinquency and no loan losses."

Financial Condition

At December 31, 2004, total assets were \$77.1 million, an increase of \$18.5 million or 32% from December 31, 2003.

Total loans increased to \$34.4 million at December 31, 2004 from \$27.2 million at December 31, 2003 or an increase of 26%. The growth was primarily in real estate secured lending as both commercial real estate loans and construction loans increased.

Total deposits increased by 33% to \$70.7 million at December 31, 2004 from \$53.1 million at December 31, 2003. Non-interest bearing deposits increased by \$15.3 million or 37.6% since December 31, 2003, and at year end represented 79% of total deposits.

Chino Commercial Bank's risk-based capital ratios were 13.80% for Tier 1 capital, 14.81% for Risk-based capital and 8.36% for Leverage capital on December 31, 2004.

Earnings

The Bank posted net interest income of \$2,914,252 for the year ended December 31, 2004 as compared to \$2,265,464 for the year ended December 31, 2003. Average interest-earning assets were \$65.0 million with average interest-bearing liabilities of \$13.7 million yielding a net interest margin of 4.48% for the year ended December 31, 2004 as compared to average interest-bearing assets of \$47.1 million with average interest-bearing liabilities of \$11.8 million yielding a net interest margin of 4.81% for the year ended December 31, 2003. The 33 basis points decline in the net interest margin was the result of the higher average balances in short-term investments that earn at a lower interest rate.

The Bank posted net interest income of \$816,772 for the three months ended December 31, 2004 as compared to \$611,880 for the three months ended December 31, 2003. Average interest-earning assets were \$70.1 million with average interest-bearing liabilities of \$14.7 million yielding a net interest margin of 4.66% for the fourth quarter of 2004 as compared to average interest-bearing assets of \$52.4 million with average interest-bearing liabilities of \$13.3 million yielding a net interest margin of 4.67% for the three months ended December 31, 2003.

Non-interest income totaled \$557,509 or an increase of 16.4% over \$478,903 earned during the year ended December 31, 2003. Service charges on deposit accounts increased 29% to \$429,622 due to higher volume of deposit accounts. Income from Mortgage Banking decreased by 53% to \$66,207 due to reduced activity in the

refinance market. Income from bank owned life insurance increased to \$59,687 as the Bank purchased policies totaling \$1.3 million in January 2004.

Non-interest income totaled \$146,892 or 172% greater than the fourth quarter of 2003. Service charges on deposit accounts increased 18% to \$120,601 due to the volume of overdraft and return item charges. Income from Mortgage Banking increased by 125% to \$12,273. The loss of \$49,699 in the fourth quarter of 2003 was due to a mark-to-market adjustment recorded on loans reclassified as held to maturity.

General and administrative expenses were \$642,636 for the three months ended December 31, 2004 as compared to \$558,484 for the three months ended December 31, 2003. General and administrative expenses were \$2,476,404 for the year ended December 31, 2004 as compared to \$2,208,772 for the year ended December 31, 2003. The largest component of general and administrative expenses was salary and benefits expense of \$326,003 for the three months ended December 31, 2004 as compared to \$287,643 for the three months ended December 31, 2003. Salary and benefits expense were \$1,234,509 for the year ended December 31, 2004 as compared to \$1,123,433 for the year ended December 31, 2003. The increase in Salary and benefits expenses are reflective of the salary increases, incentive compensation and the increase in health and workers compensation expenses. Other components of general and administrative expenses that affected the increase were Audit and Professional fees which increased by \$2,605 for the comparable three month period and increased by \$32,747 for the comparable twelve month period primarily due to the increase of internal operational and information technology audits being conducted in 2004. Other expenses increased by \$37,047 for the comparable three month period and increased by \$79,629 for the comparable twelve month period due primarily to courier costs and client service charges that were affected by an increase in escrow deposits.

Income tax expense was \$102,749 for the three months ended December 31, 2004 and \$336,328 for the year ended December 31, 2004. Beginning January 2004, the Bank began recording tax expense on a monthly basis. An Income tax benefit was recorded during the fourth quarter of 2003 for \$61,957. This benefit reflects the remaining net operating loss carry-forward tax benefit that the Bank recorded as a deferred asset in the period ending December 31, 2003.

The foregoing contains forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Such statements are not historical facts and include expressions about the Bank's plans, objectives, management's expectations, intentions, relationships, opportunities, and technology and market condition statements. When used in these presentations, the words "expects," "anticipates," "intends," "plans," "believes," "seeks," "estimates," "or words of similar meaning, or future or conditional verbs, such as "will," "would," "should," "could," or "may" are generally intended to identify forward-looking statements. These forward-looking statements are inherently subject to significant business, economic and competitive uncertainties and contingencies, many of which are beyond the Bank's control. In addition, these forward-looking statements are subject to assumptions with respect to future business strategies and decisions that are subject to change. Actual results may differ materially from the results discussed in these forward-looking statements for the reasons, among others, discussed in Bank's Annual Report on Form 10-KSB for the year ended December 31, 2002, which include: changes in general business and economic conditions may significantly affect the Bank's earnings; changes in level of market interest rates; changes in credit risks of lending activities and competitive factors; effective income tax rates, relationships with major customers, extent and timing of legislative and regulatory actions and reforms. The Bank is not obligated to update and does not undertake to update any of its forward-looking statements made herein.

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CHINO COMMERCIAL BANK
STATEMENT OF FINANCIAL CONDITION

	December 31, 2004 <u>(unaudited)</u>	December 31, 2003 <u></u>
ASSETS:		
Cash and due from banks	\$ 2,374,688	3,588,715
Federal Funds sold	<u>10,925,000</u>	<u>9,350,000</u>
Cash and cash equivalents	13,299,688	12,938,715
Interest-bearing deposits at banks	6,271,000	2,388,000
Investment Securities available for sale	15,562,826	9,463,551
Investment Securities held to maturity (fair value approximates \$4,859,395 at December 31, 2004 and \$5,378,919 at December 31, 2003)	4,801,024	5,327,521
Federal Reserve Bank stock, at cost	159,600	154,450
Federal Home Loan Bank stock, at cost	283,500	168,100
Pacific Coast Bankers' Bank stock, at cost	50,000	50,000
Loans		
Loans held for sale	0	126,558
Construction	3,520,772	468,101
Real estate	23,886,582	19,639,383
Commercial	6,534,464	6,475,819
Installment	635,609	596,534
Farm/Agriculture	346,261	360,269
Unearned fees, net	(119,328)	(122,260)
Allowance for loan losses	<u>(407,046)</u>	<u>(329,398)</u>
Loans, net	<u>34,397,314</u>	<u>27,215,006</u>
Fixed assets, net	389,965	438,393
Accrued interest receivable	258,528	189,574
Prepaid & other assets	<u>1,612,617</u>	<u>267,698</u>
Total Assets	<u>\$ 77,086,062</u>	<u>58,601,008</u>
LIABILITIES:		
Deposits		
Non-interest bearing	\$ 56,112,375	40,769,746
Interest bearing		
Money market	10,231,507	9,124,289
Savings	926,275	565,012
Time deposits of \$100,000 or greater, due in one year	1,802,181	897,603
Time deposits less than \$100,000, due in one year	1,668,794	1,736,483

Total Deposits	<u>70,741,132</u>	<u>53,093,133</u>
Accrued interest payable	20,642	12,580
Accrued expenses & other payables	422,994	165,301
Total Liabilities	<u>71,184,768</u>	<u>53,271,014</u>
STOCKHOLDERS' EQUITY		
Common Stock, authorized 10,000,000 shares with a par value of \$3.33 per share; issued and outstanding 818,453 at December 31, 2004 and December 31, 2003, respectively.	2,728,230	2,728,230
Additional paid-in capital	2,590,600	2,590,893
Accumulated earnings (deficit)	612,645	31,264
Accumulated other comprehensive income	<u>(30,181)</u>	<u>(20,393)</u>
Total Stockholders' Equity	<u>5,901,294</u>	<u>5,329,994</u>
Total Liabilities & Equity	<u>\$ 77,086,062</u>	<u>58,601,008</u>

CHINO COMMERCIAL BANK
STATEMENTS OF OPERATIONS

	For the three months ending		For the year ending	
	December 31,		December 31,	
	2004	2003	2004	2003
	(unaudited)		(unaudited)	
Interest Income				
Interest Income - Securities	\$ 233,873	\$ 143,802	\$ 777,001	\$ 639,703
Interest Income - Fed Funds	43,746	21,550	138,011	73,562
Interest and fee income on Loans	587,188	495,664	2,170,806	1,743,153
Total Interest Income	<u>864,807</u>	<u>661,016</u>	<u>3,085,818</u>	<u>2,456,418</u>
Interest Expense				
Interest Expense - Deposits	48,035	49,136	171,566	190,954
Total Interest Expense	<u>48,035</u>	<u>49,136</u>	<u>171,566</u>	<u>190,954</u>
Total net interest income	<u>816,772</u>	<u>611,880</u>	<u>2,914,252</u>	<u>2,265,464</u>
Provision for loan losses	<u>48,094</u>	<u>43,458</u>	<u>77,648</u>	<u>97,043</u>
Total net interest income after provision for loan losses	<u>768,678</u>	<u>568,422</u>	<u>2,836,604</u>	<u>2,168,421</u>
Non-interest income				
Service Charges on Deposit Accounts	120,601	102,325	429,622	332,858
Other miscellaneous fee income	(2,295)	1,332	1,993	4,985
Income from Mortgage Banking	12,273	(49,699)	66,207	141,060
Income from Bank owned life insurance	16,313	-	59,687	-
Total Non-interest income	<u>146,892</u>	<u>53,958</u>	<u>557,509</u>	<u>478,903</u>
General & Administrative Expenses				
Salaries & Benefits	326,003	287,643	1,234,509	1,123,433
Occupancy & Equipment	65,979	61,712	254,320	249,509
Data & Item Processing	47,536	45,118	191,533	175,040
Advertising & Marketing	14,105	16,230	77,639	63,168
Audit & Professional fees	38,558	35,953	172,185	139,438
Insurance	6,012	5,655	23,106	19,624
Directors' fees and expenses	17,590	16,367	66,034	61,111
Other expenses	126,853	89,806	457,078	377,449
Total general & administrative expenses	<u>642,636</u>	<u>558,484</u>	<u>2,476,404</u>	<u>2,208,772</u>
Income before income tax expense	272,934	63,896	917,709	438,552
Income tax expense	102,749	(61,957)	336,328	(61,957)
Net income	<u>\$ 170,185</u>	<u>\$ 125,853</u>	<u>\$ 581,381</u>	<u>\$ 500,509</u>
Basic Earnings per share	<u>\$ 0.19</u>	<u>\$ 0.15</u>	<u>\$ 0.71</u>	<u>\$ 0.61</u>
Diluted Earnings per share	<u>\$ 0.18</u>	<u>\$ 0.13</u>	<u>\$ 0.66</u>	<u>\$ 0.59</u>

CHINO COMMERCIAL BANK
Selected Financial Highlights

	For the three months ended December 31,		For the year ended December 31,	
	2004	2003	2004	2003
Selected Operating Data:				
Net interest income	\$ 816,772	611,880	2,914,252	2,265,464
Provision for loan losses	48,094	43,458	77,648	97,043
Non-interest income	146,892	53,958	557,509	478,903
Non-interest expense	642,636	558,484	2,476,404	2,208,772
Net income	\$ 170,185	125,853	581,381	500,509
Share Data:				
Basic income per share	\$ 0.19	0.15	0.71	0.61
Diluted Income per share	\$ 0.18	0.13	0.66	0.59
Weighted average common shares outstanding				
Basic	818,453	818,453	818,453	818,453
Diluted	883,672	864,872	881,338	853,173
Performance Ratios:				
Return on average assets	0.89%	0.89%	0.82%	0.99%
Return on average equity	11.54%	9.49%	10.26%	9.66%
Equity to total assets at the end of the period	7.66%	9.10%	7.66%	9.10%
Net interest spread	3.64%	3.58%	3.49%	3.59%
Net interest margin	4.66%	4.67%	4.48%	4.81%
Average interest-earning assets to average-bearing liabilities	477.83%	393.78%	473.56%	400.99%
Core efficiency ratio	66.70%	83.78%	71.31%	80.50%
Non-interest expense to average assets	3.37%	3.95%	3.50%	4.37%
Selected Balance Sheet Data:				
			12/31/2004	12/31/2003
Total assets			\$ 77,086,062	58,601,008
Investment securities held to maturity			4,801,024	5,327,521
Investment securities available for sale			15,562,826	9,463,551
Loan receivable, net			34,397,314	27,215,006
Deposits			70,741,132	53,093,133
Non-interest bearing deposits			56,112,375	40,769,746
Stockholders' equity			\$ 5,901,294	5,329,994
Regulatory capital ratios:				
Average equity to average assets			8.00%	10.26%
Leverage capital			8.36%	9.48%
Tier I risk based			13.80%	16.64%
Risk-based capital			14.81%	17.74%

Asset Quality Ratios:

Allowance for loan losses as a percent of gross loans receivable	1.17%	1.27%
Net charge-offs to average loans	n/a	-0.16%
Non-performing loans to total loans	n/a	n/a
Number of full-service customer facilities	1	1