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CHINO COMMERCIAL BANK REPORTS 52.3% INCREASE IN EARNINGS.

Chino, California… The Board of Directors of Chino Commercial Bank, N.A. announced the results of operations for the year ended December 31, 2005 with net income of $885,173, a 52.3% increase over net income of $581,381 for December 31, 2004. Net income per share for the year ended December 31, 2005 was $1.08 per share as compared to $0.71 per share for the year ended December 31, 2004. Net income per fully diluted share was $1.00 and $0.66 for the years ended December 31, 2005 and 2004, respectively.

Net income for the fourth quarter ended December 31, 2005 was $268,666 or $0.30 per diluted share, a 57.9% increase compared to $170,185 or $0.19 per diluted share for the fourth quarter of 2004.

Dann H. Bowman, President and Chief Executive Officer stated, “We are very pleased with the continued growth and profitability of the Bank as we complete our fifth full year end. Net earnings represent a return on beginning equity of 15.0% and a return of average assets of 1.05%. Deposit and Loan balances increased this year by 18.8% and 21.5%, respectively, allowing the Bank to show improved stability of earnings and efficiency. Along with this growth, at fiscal year end the Bank reported no loan delinquencies and no loan losses for the entire year.”

Financial Condition

At December 31, 2005, total assets were $91.3 million, an increase of $14.2 million or 18.5% from December 31, 2004.

Total loans increased to $41.8 million at December 31, 2005 from $34.4 million at December 31, 2004 or an increase of 21.5%. The growth was primarily in real estate secured lending.

Total deposits increased by 18.8% to $84.0 million at December 31, 2005 from $70.7 million at December 31, 2004. Non-interest bearing deposits increased by $6.5 million or 11.6% since December 31, 2004, and at year end represented 74.5% of total deposits.

Chino Commercial Bank’s risk-based capital ratios were 12.14% for Tier 1 capital, 13.20% for Risk-based capital and 7.54% for Leverage capital on December 31, 2005.

Earnings

The Bank posted net interest income of $4,001,071 for the year ended December 31, 2005 as compared to $2,914,252 for the year ended December 31, 2004. Average interest-earning assets were $78.0 million with average interest-bearing liabilities of $18.2 million yielding a net interest margin of 5.13% for the year ended December 31, 2005 as compared to average interest-bearing assets of $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. The 65 basis points increase in the net interest margin was the result of the higher average balances as the Bank continues to grow and the effect of upward repricing of the benchmark for Federal funds.

The Bank posted net interest income of $1,103,311 for the three months ended December 31, 2005 as compared to $816,772 for the three months ended December 31, 2004. Average interest-earning assets were $82.9 million with average interest-bearing liabilities of $21.6 million yielding a net interest margin of 5.32% for the fourth quarter of 2005 as compared to average interest-bearing assets of $70.1 million with average interest-bearing liabilities of $14.7 million yielding a net interest margin of 4.66% for the three months ended December 31, 2004.

Non-interest income totaled $553,272 or a decrease of 0.8% from $557,509 earned during the year ended December 31, 2004. Service charges on deposit accounts increased 7.5% to $461,678 due to higher volume of deposit accounts. Income from Mortgage Banking decreased by 73.3% to $17,697 due to reduced activity in the refinance market. Income from bank owned life insurance increased by 7.9% to $64,421 as the Bank purchased policies totaling $1.3 million at the end of January 2004.

Non-interest income totaled $134,745 or an 8.3% decline from the fourth quarter of 2004. Service charges on deposit accounts decreased 4.6% to $115,002 due to the lower volume of overdraft and return item charges. There was no income from Mortgage Banking during the fourth quarter of 2005 as compared to $12,273 in the fourth quarter 0f 2004.

General and administrative expenses were $753,250 for the three months ended December 31, 2005 as compared to $642,636 for the three months ended December 31, 2004. General and administrative expenses were $2,965,458 for the year ended December 31, 2005 as compared to $2,476,404 for the year ended December 31, 2004. The largest component of general and administrative expenses was salary and benefits expense of $385,900 for the three months ended December 31, 2005 as compared to $326,003 for the three months ended December 31, 2004. Salary and benefits expense were $1,451,897 for the year ended December 31, 2005 as compared to $1,234,509 for the year ended December 31, 2004. The increase in Salary and benefits expenses are reflective of the staff and salary increases, incentive compensation and the increase in retirement plan accruals. Other components of general and administrative expenses that affected the increase were Advertising and Marketing expenses which increased by $20,049 for the comparable three month period and increased by $50,305 for the comparable twelve month period due primarily to various marketing campaigns. Other expenses increased by $17,938 for the comparable three month period and increased by $175,525 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 $173,640 for the three months ended December 31, 2005 as compared to $102,749 for the three months ended December 31, 2004. Income tax expenses were $566,619 for the year ended December 31, 2005 as compared to $336,328 for the year ended December 31, 2004. The effective income tax rate increased from approximately 37% for the year ended 2004 to 39% for the year ended 2005 as various tax credits expired during the year in 2004.

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, 2005, 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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