



BAY COMMERCIAL BANK REPORTS YEAR END 2008 RESULTS

WALNUT CREEK, California – (BUSINESS WIRE) – February 4, 2009 -- Bay Commercial Bank (OTCBB:BCML) today announces its 4th quarter and full year 2008 operating results.

The Bank reported total assets as of December 31, 2008 of \$108.9 million including loans outstanding of \$98.1 million compared to December 31, 2007 total assets of \$90.7 million and total loans outstanding of \$74.7 million. At December 31, 2008, total deposits were \$87.8 million compared to total deposits at December 31, 2007 of \$69.8 million. The Bank's net income for the fourth quarter 2008 was \$84,000 or \$0.05 per share compared to net income for the same period in 2007 of \$371,000, or \$0.24 per share. The Bank's net income for the year ended December 31, 2008 was \$320,000 or \$0.21 per share compared to a net income in 2007 of \$1,207,000, or \$0.76 per share. The Bank's 2008 operating results are on a fully taxed basis as the Bank recognized all of its net operating loss tax benefit in 2007.

George J. Guarini, Chief Executive Officer of Bay Commercial Bank, stated "We are pleased with the Bank's financial performance in 2008 given the present economic environment. We believe the Bank is poised to continue to weather the volatile economic climate. We don't expect to see an improvement in the economic environment in 2009 but we believe that the Bank is in a position to prudently grow both internal and through possible strategic acquisitions."

The Bank offers a full range of loan and deposit products and services to businesses and their affiliates throughout the Bay Area. Its headquarter office is located at 1280 Civic Drive, Suite 100, Walnut Creek, California. The Bank has one branch at 155 Grand Ave, Oakland, California. Bay Commercial Bank is a member of FDIC and is an Equal housing lender. Bay Commercial Bank is traded on the bulletin board under the symbol BCML.OB and the Bank can be found at www.baycommercialbank.com. Bankers Exchanges Services can be found on line at www.bes1031.com.

The Bank has made forward-looking statements in this Press Release that are subject to risks and uncertainties. Forward-looking statements include information concerning the Bank's possible or assumed future results of operations. Also, when the Bank uses such words as "believe," "expect," "anticipate," "plan," "could," "intend," or similar expressions, it is making forward-looking statements. Readers should not place undue reliance on the forward-looking statements, which reflect management's view only as of the date hereof. The Bank's actual results could differ materially from those anticipated in any forward-looking statements as a result of certain factors, including those set forth in "Risk Factors" and elsewhere in its Offering Circular and are incorporated herein by reference. The Bank undertakes no obligation to publicly revise these forward-looking statements to reflect subsequent events or circumstances.

Bay Commercial Bank

Selected Financial Data

December 31, 2008

	Quarter Ending <u>12/31/2008</u>	Quarter Ending <u>12/31/2007</u>	Year Ending <u>12/31/2008</u>	Year Ending <u>12/31/2007</u>
<i>Balance Sheet</i>				
(dollars in thousands)				
Total Assets	\$ 108,884	\$ 90,710	\$ 108,884	\$ 90,710
Total Loans	98,093	79,766	98,093	79,766
Total Deposits	87,812	69,793	87,812	69,793
Shareholders' Equity	15,629	15,238	15,629	15,238

Operating Results

(dollars in thousands)

Interest income	\$ 1,430	\$ 1,674	\$ 5,764	\$ 6,354
Interest expense	525	640	2,074	2,508
Net interest income	905	1,034	3,690	3,846
Provision for loan losses	65	60	273	232
Non-interest income	64	103	821	275
Non-interest expense	750	720	3,636	2,856
Net Income before tax	154	357	602	1,033
Income tax (benefit)	70	(14)	282	(174)
Net Income	\$ 84	\$ 371	\$ 320	\$ 1,207

Ratios and Data

Net interest margin	3.42%	4.75%	3.79%	4.81%
Efficiency ratio	77.4%	63.3%	80.6%	69.3%
Leverage capital ratio	14.6%	17.2%	14.6%	17.2%
Income per share - basic	\$ 0.05	\$ 0.24	\$ 0.21	\$ 0.78
Common stock	1,549,794	1,549,794	1,549,794	1,549,794
Income per share - diluted	\$ 0.05	\$ 0.24	\$ 0.21	\$ 0.76
Common stock - diluted	1,549,794	1,560,775	1,549,794	1,584,036

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