



**For Immediate Release**

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**United American Bank Reports Financial Results  
for the First Quarter 2010;  
Total Deposits Increase 13% over Prior Year –**

**San Mateo, CA – April 26, 2010** – United American Bank (OTCBB: UABK) reported net income for the first quarter of \$320,000 as compared to a net loss of \$70,000 for the first quarter of the prior year, and a loss of \$3.6 million for the fourth quarter of 2009. The fourth quarter of 2009 was impacted by a provision for loan loss of \$1.3 million, a write-down of bank-owned real estate of \$1.2 million, and an income tax valuation allowance of \$1.0 million. “We have met the challenges posed by the extraordinary recession in 2009, and are now poised to report better performance in 2010 as reflected in our results for the first quarter of 2010” said John Schrup, President and CEO of United American Bank.

The Bank reported total assets of \$397.2 million at March 31, 2010, as compared to \$378.1 million at March 31, 2009. The increase in total assets represents growth of \$19.1 million, or 5.0 percent over the same date a year ago.

The Bank reported total loans outstanding of \$280.3 million at March 31, 2010, as compared to \$274.5 million reported at the end of the first quarter of the prior year. Loans outstanding represent an increase of \$5.7 million or 2.1 percent compared to loans outstanding as of March 31, 2009.

The Bank reported total deposits of \$362.3 million as of March 31, 2010, compared to total deposits of \$320.4 million at March 31, 2009. The increase in deposits represents growth of \$41.9 million, or 13.1 percent.

**About United American Bank**

United American Bank is a full-service commercial bank headquartered in San Mateo, California. The bank has offices in San Mateo, Sunnyvale, Half Moon Bay, and Redwood City. The bank is dedicated to providing superior banking and financial services to businesses, professionals and individuals who prefer a high level of personalized client service and management. For more information, visit United American Bank on the web at [www.UnitedAmericanBank.com](http://www.UnitedAmericanBank.com) or call 650-579-1500.

**Safe Harbor**

Certain matters discussed in this press release constitute forward looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. These forward looking statements relate to the bank's current expectations regarding future operating results and the growth in loans, deposits, and assets. These forward looking statements are subject to certain risks and uncertainties that could cause the actual results, or performance to differ materially from those expressed, suggested or implied by the forward looking statements.

These risks and uncertainties include, but are not limited to: (1) the impact on the bank's performance from changes in interest rates, local and national economic conditions, and the number of financial services providers, (2) the banks ability to continue the current rate of growth, (3) the banks ability to increase net interest income (4) the quality of the loan portfolio and (5) changes in government regulations.

<b>BALANCE SHEET</b> <i>(dollars in thousands)</i>	Quarter		Change		Quarter		Change	
	Ending	Ending			Ending			
	3/31/2010	3/31/2009	\$	%	12/31/2009	\$	%	
Total Assets	\$ 397,167	\$ 378,105	\$ 19,062	5.0%	\$ 401,461	\$ (4,294)	-1.1%	
Total Loans	280,273	274,538	5,735	2.1%	283,715	(3,442)	-1.2%	
Total Deposits	362,323	320,413	41,910	13.1%	359,019	3,304	0.9%	
Allowance for Loan Losses	6,726	4,653	2,073	44.6%	7,835	(1,109)	-14.2%	
Shareholders' Equity	31,652	36,945	(5,293)	-14.3%	31,318	334	1.1%	

**Quarter Average**

Total Assets	396,281	336,698	59,583	17.7%	417,057	\$ (20,776)	-5.0%
Total Loans	285,746	274,506	11,240	4.1%	285,277	469	0.2%
Total Deposits	357,121	282,238	74,883	26.5%	367,695	(10,574)	-2.9%
Shareholders' Equity	34,006	32,263	1,743	5.4%	35,004	(998)	-2.9%

**OPERATIONS QUARTER TO DATE**

Interest Income	\$ 4,231,726	\$ 4,241,170	\$ (9,444)	-0.2%	\$ 4,369,150	\$ (137,424)	-3.1%
Interest Expense	1,207,520	1,858,979	(651,459)	-35.0%	1,706,554	(499,034)	-29.2%
Net Interest Income	3,024,206	2,382,191	642,015	27.0%	2,662,596	361,610	13.6%
Provision for loan losses	300,000	100,000	200,000	200.0%	1,400,000	(1,100,000)	-78.6%
Noninterest Income	299,318	78,195	221,123	282.8%	186,451	112,867	60.5%
Noninterest Expense	2,665,415	2,495,481	169,934	6.8%	3,962,152	(1,296,737)	-32.7%
Income Tax Expense (Benefit)	37,700	(65,500)	103,200		1,127,529	(1,089,829)	
Net Income	\$ 320,409	\$ (69,595)	390,004		\$ (3,640,634)	3,961,043	-108.8%

**RATIOS:**

Net Interest Margin	3.24%	3.00%		2.62%
Efficiency Ratio	89.23%	105.49%		188.21%
ALLL/Gross Loans	2.40%	1.69%		2.76%
Nonperforming/Total Loans	5.32%	1.66%		6.51%
Average Capital/Average Assets	8.59%	9.58%		8.39%