

CALIFORNIA REPUBLIC BANK
Comparative Balance Sheets and Income Statements

Dollars in Thousands

	December 31, 2008 ①	March 31, 2009 Unaudited
Balance Sheet - At Period End		
Cash and Due From Banks	\$1,669	\$1,058
Due From Banks - Interest Bearing	35,706	45,383
Federal Funds Sold	46,660	33,600
Investment Securities - Held to Maturity	7,406	0
Loans	75,654	82,387
Allowance for Loan and Lease Losses	(950)	(1,235)
Premises and Fixed Assets	1,124	1,127
Other Assets	882	757
Total Assets	168,151	163,077
Non-interest-bearing deposits	24,034	25,264
Interest-bearing deposits	95,037	89,604
Other Liabilities	278	265
Shareholders' Equity	48,802	47,944
Total Liabilities & Equity	\$168,151	\$163,077
Income Statement		
Interest Income	\$3,885	\$1,198
Interest Expense	1,158	372
Net Interest Income	2,727	826
Provision for Loan and Lease Loss	950	285
Net Interest Income After Provision	1,777	541
Non-Interest Income	33	29
Non-Interest Expense	4,680	1,553
Net Loss	(\$2,870)	(\$983)

① Extracted from Audited Financial Statements.

CALIFORNIA REPUBLIC BANK
**Statement of Cash Flows For the Year Ending December 31, 2008 and the
Quarter Ending March 31, 2009**

Dollars in Thousands

	December 31, 2008 ①	March 31, 2009 Unaudited
Cash Flows from Operating Activities		
Net Earnings (Loss)	(\$2,870)	(\$983)
Adjustments to Reconcile Net Earnings to Net Cash Provided by Operating Activities		
Depreciation and Amortization	159	59
Provision for Loan Losses	950	285
Stock Based Compensation	553	124
Other Items	(541)	159
Net Cash Used by Operating Activities	(1,749)	(356)
Cash Flows from Investing Activities		
(Increase) Decrease in Interest-Bearing Deposits	(35,706)	(9,677)
(Purchase) Sale/Maturity of Held-to-Maturity Securities	(7,410)	7,360
Net Increase in Loans	(75,654)	(6,733)
Purchase of Equipment and Leasehold Improvements	(686)	(62)
Net Cash Used in Investing Activities	(119,456)	(9,112)
Cash Flows from Financing Activities		
Net Increase (Decrease) in:		
Demand Deposits	103,937	1,230
Time Deposits	1,115	(5,433)
Proceeds from Issuance of Common Stock	-	-
Costs of Initial Capitalization	-	-
Organizational Expenses, Net of Interest Earned	-	-
Net Cash Provided by Financing Activities	105,052	(4,203)
Cash and Cash Equivalents Beginning of Period	64,482	48,329
Cash and Cash Equivalents, End of Period	\$48,329	\$34,658