

CALIFORNIA REPUBLIC BANK

Comparative Balance Sheets and Income Statements

Dollars in Thousands

	December 31, 2008 ①	September 30, 2009 Unaudited
Balance Sheet - At Period End		
Cash and Due From Banks	\$1,669	\$26
Due From Banks - Interest Bearing	35,706	73,279
Federal Funds Sold	46,660	0
Investment Securities - Held to Maturity	7,406	0
Loans	75,654	139,362
Allowance for Loan and Lease Losses	(950)	(2,090)
Premises and Fixed Assets	1,124	1,043
Other Assets	882	1,295
Total Assets	168,151	212,915
Non-interest-bearing deposits	24,034	53,944
Interest-bearing deposits	95,037	112,343
Other Liabilities	278	269
Shareholders' Equity	48,802	46,359
Total Liabilities & Equity	\$168,151	\$212,915
Income Statement		
Interest Income	\$3,885	\$4,362
Interest Expense	1,158	1,128
Net Interest Income	2,727	3,234
Provision for Loan and Lease Loss	950	1,140
Net Interest Income After Provision	1,777	2,094
Non-Interest Income	33	74
Non-Interest Expense	4,680	4,998
Net Loss	(\$2,870)	(\$2,830)

CALIFORNIA REPUBLIC BANK

Statement of Cash Flows For the Year Ending December 31, 2008 and the Quarter September 30, 2009

Dollars in Thousands

	December 31, 2008 ①	September 30, 2009 Unaudited
Cash Flows from Operating Activities		
Net Earnings (Loss)	(\$2,870)	(\$2,830)
Adjustments to Reconcile Net Earnings to Net Cash Provided by Operating Activities		
Depreciation and Amortization	159	174
Provision for Loan Losses	950	1,140
Stock Based Compensation	553	386
Other Items	(541)	(375)
Net Cash Used by Operating Activities	(1,749)	(1,505)
Cash Flows from Investing Activities		
(Increase) Decrease in Interest-Bearing Deposits	(35,706)	(37,573)
(Purchase) Sale/Maturity of Held-to-Maturity Securities	(7,410)	7,360
Net Increase in Loans	(75,654)	(63,708)
Purchase of Equipment and Leasehold Improvements	(686)	(93)
Net Cash Used in Investing Activities	(119,456)	(94,014)
Cash Flows from Financing Activities		
Net Increase (Decrease) in:		
Demand Deposits	103,937	29,910
Time Deposits	1,115	17,306
Proceeds from Issuance of Common Stock	-	-
Costs of Initial Capitalization	-	-
Organizational Expenses, Net of Interest Earned	-	-
Net Cash Provided by Financing Activities	105,052	47,216
Cash and Cash Equivalents Beginning of Period	64,482	48,329
Cash and Cash Equivalents, End of Period	\$48,329	\$26