

BAY COMMERCIAL BANK REPORTS 2nd QUARTER 2005 RESULTS

WALNUT CREEK, California – August 9, 2005 -- Bay Commercial Bank (OTCBB:BCML) today announces its 2nd quarter 2005 operating results.

The Bank reported total assets as of June 30, 2005 of \$37.3 million including loans outstanding of \$27.7 million compared to December 31, 2004 total assets of \$25.6 million and total loans outstanding of \$15.3 million. At June 30, 2005, total deposits were \$23.6 million compared to total deposits at December 31, 2004 of \$11.6 million. The Bank's operating loss for the quarter ended June 30, 2005 was \$211,000.00 or a loss of \$0.14 per share compared to a loss for the quarter ended March 31, 2005 of \$220,000 or a loss per share of \$0.14.

George J. Guarini, Chief Executive Officer of Bay Commercial Bank, stated "We are progressing nicely in moving toward profitability with an eye toward controlling expenses and maintaining good credit quality."

The Bank offers a full range of loan and deposit products and services to businesses and their affiliates throughout the Bay Area. Its offices are located at 1280 Civic Drive, Suite 100, Walnut Creek, California and at 1111 Broadway, Suite 110, 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.

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.

Contact:

Bay Commercial Bank, Walnut Creek, California
Keary Colwell, 925-476-1800
keary.colwell@baycommercialbank.com

Selected Financial Data**June 30, 2005**

	Year to date	Quarter Ending	Quarter Ending	Quarter Ending	Year Ending
<u>Balance Sheet</u>	<u>6/30/2005</u>	<u>6/30/2005</u>	<u>3/31/2005</u>	<u>12/31/2004</u>	<u>12/31/2004</u>
(dollars in thousands)					
Total Assets	\$ 37,254	\$ 37,254	\$ 29,387	\$ 25,554	\$ 25,554
Total Loans	27,667	27,667	21,143	15,275	15,275
Total Deposits	23,625	23,625	15,666	11,589	11,589
Shareholders' Equity	13,483	13,483	13,643	13,880	13,880

Operating Results

(dollars in thousands)					
Interest Income	\$ 868	\$ 512	\$ 356	\$ 251	\$ 323
Interest Expense	181	117	64	41	50
Net Interest Income	687	395	292	210	273
Provision for loan losses	170	85	85	92	175
Non-interest Income	25	15	10	2	3
Non-interest Expense	973	536	437	450	833
Net Loss	\$ (431)	\$ (211)	\$ (220)	\$ (330)	\$ (732)

Ratios and Data

Net Interest Margin	4.81%	4.97%	4.41%	3.60%	3.47%
Efficiency ratio	137%	131%	145%	212%	302%
Leverage capital ratio	41.0%	41.0%	50.8%	58.6%	58.6%
Loss Per share	\$ (0.28)	\$ (0.14)	\$ (0.14)	\$ (0.22)	\$ (0.48)
Common Stock	1,540,000	1,540,000	1,540,000	1,540,000	1,540,000

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