

BAY COMMERCIAL BANK REPORTS SECOND QUARTER 2007 RESULTS

WALNUT CREEK, California – July 27, 2007 -- Bay Commercial Bank (OTCBB:BCML) today announces its 2nd quarter and year to date 2007 operating results.

The Bank's operating income for the second quarter 2007 was \$204,000 or \$0.13 per share compared to income for the same period in 2006 of \$33,000, or income of \$0.02 per share. The Bank's year to date June 2007 operating income totaled \$403,000 or \$0.26 per share compared to income for the same period in 2006 of \$1,000, or less than \$0.01 per share.

The Bank reported total assets as of June 30, 2007 of \$82.2 million including loans outstanding of \$64.6 million compared to June 30, 2006 total assets of \$52.0 million and total loans outstanding of \$43.4 million. At June 30, 2007, total deposits were \$67.5 million compared to total deposits at June 30, 2006 of \$34.5 million.

George J. Guarini, Chief Executive Officer of Bay Commercial Bank, stated "We will be opening a satellite office in the Pleasanton in the near future servicing the Tri-Valley, Brentwood, and Discovery Bay areas. Mr. John Rosendahl has joined the Bank as Senior Vice President and will be working in the Pleasanton office. We are please that Mr. Rosendahl has joined the Bank and look forward to the Bank's entry into new market areas."

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 155 Grand Avenue, Suite 100, 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 Bankers Exchange Services Division can be found 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.

Contact:

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

Selected Financial Data**June 30, 2007**

	Quarter Ending <u>6/30/2007</u>	Quarter Ending <u>6/30/2006</u>	Year to date <u>6/30/2007</u>	Year to Date <u>6/30/2006</u>	Year Ending <u>12/31/2006</u>
<i>Balance Sheet</i>					
(dollars in thousands)					
Total Assets	\$ 82,298	\$ 52,037	\$ 82,298	\$ 52,037	\$ 74,679
Total Loans	64,613	43,391	64,613	43,391	58,373
Total Deposits	67,489	34,489	67,489	34,489	60,427
Shareholders' Equity	14,383	13,498	14,383	13,498	13,844

Operating Results

(dollars in thousands)

Interest income	\$ 1,535	\$ 975	\$ 3,038	\$ 1,801	\$ 4,374
Interest expense	621	306	1,261	554	1,570
Net interest income	914	669	1,777	1,247	2,804
Provision for loan losses	45	40	87	95	288
Non-interest income	43	23	111	43	102
Non-interest expense	708	619	1,397	1,193	2,235
Net Income before tax	204	33	404	2	383
Income tax (benefit)	-	-	1	1	(44)
Net Income	\$ 204	\$ 33	\$ 403	\$ 1	\$ 427

Ratios and Data

Net interest margin	4.81%	5.66%	4.68%	5.54%	5.22%
Efficiency ratio	74.0%	89.5%	74.0%	92.5%	76.9%
Leverage capital ratio	18.5%	27.8%	18.5%	27.8%	19.5%
Income per share - basic	\$ 0.13	\$ 0.02	\$ 0.26	\$ 0.00	\$ 0.28
Common stock	1,549,794	1,540,000	1,549,794	1,540,000	1,540,000

END