

BAY COMMERCIAL BANK REPORTS YEAR END 2006 RESULTS

WALNUT CREEK, California – (BUSINESS WIRE) – February 7, 2007 -- Bay Commercial Bank (OTCBB:BCML) today announces its 4th quarter and full year 2006 operating results.

The Bank reported total assets as of December 31, 2006 of \$74.7 million including loans outstanding of \$58.4 million compared to December 31, 2005 total assets of \$43.3 million and total loans outstanding of \$35.9 million. At December 31, 2006, total deposits were \$60.4 million compared to total deposits at December 31, 2005 of \$29.7 million. The Bank's net income for the fourth quarter 2006 was \$130,000 or \$0.08 per share compared to net income for the same period in 2005 of \$14,000, or \$0.01 per share. The Bank's net income for the year ended December 31, 2006 was \$227,000 or \$0.15 per share compared to a net loss in 2005 of \$526,000, or a loss of \$0.34 per share.

George J. Guarini, Chief Executive Officer of Bay Commercial Bank, stated "We are pleased with the Bank's financial performance in 2006. The recent addition of our Bankers Exchange Services division has had a positive impact on our operating results. We continue to evaluate new business opportunities and markets, and look forward to continued success in 2007."

The Bank offers a full range of loan and deposit products and services to businesses and their affiliates throughout the Bay Area. Its headquarter office is located at 1280 Civic Drive, Suite 100, Walnut Creek, California. The Bank has one branch at 155 Grand Ave, 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. Bankers Exchange Services can be found on line 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.

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Selected Financial Data
December 31, 2006

	Quarter Ending <u>12/31/2005</u>	Quarter Ending <u>12/31/2006</u>	Year Ending <u>12/31/2005</u>	Year Ending <u>12/31/2006</u>
<i><u>Balance Sheet</u></i>				
(dollars in thousands)				
Total Assets	\$ 43,347	\$ 74,679	\$ 43,347	\$ 74,679
Total Loans	35,908	58,373	35,908	58,373
Total Deposits	29,748	60,427	29,748	60,427
Shareholders' Equity	13,406	13,844	13,406	13,844

Operating Results

(dollars in thousands)				
Interest income	\$ 771	\$ 1,400	\$ 2,330	\$ 4,374
Interest expense	251	602	639	1,570
Net interest income	520	798	1,691	2,804
Provision for loan losses	50	88	295	288
Non-interest income	19	33	62	102
Non-interest expense	475	657	1,983	2,435
Net income/(loss) before income tax	14	86	(525)	183
Income tax (benefit)/expense	-	(44)	1	(44)
Net income/(loss)	\$ 14	\$ 130	\$ (526)	\$ 227

Ratios and Data

Net interest margin	4.67%	4.57%	4.71%	5.22%
Efficiency ratio	88.1%	79.1%	113.1%	83.8%
Leverage capital ratio	31.2%	31.2%	29.6%	29.6%
Income/(loss) per share - basic	\$ 0.01	\$ 0.08	\$ (0.34)	\$ 0.15
Common stock	1,540,000	1,540,000	1,540,000	1,540,000

END