



BAY COMMERCIAL BANK REPORTS SECOND QUARTER 2009 RESULTS

WALNUT CREEK, California – July 27, 2009 -- Bay Commercial Bank (OTCBB:BCML) today announces its 2nd quarter and first half 2009 operating results.

The Bank reported total assets as of June 30, 2009 of \$150.2 million including loans outstanding of \$122.1 million compared to June 30, 2008 total assets of \$98.7 million and total loans outstanding of \$88.1 million. At June 30, 2009, total deposits were \$130.0 million compared to total deposits at June 30, 2008 of \$77.8 million. The Bank's operating income for the second quarter 2009 was \$1,000 or \$0.00 per share compared to net income for the same period in 2008 of \$57,000, or \$0.04 per share. The Bank's operating income for the first half 2009 was \$39,000 or \$0.03 per share compared to net income for the same period in 2008 of \$167,000, or \$0.11 per share.

The decline in operating income for the 2nd quarter 2009 compared to the same period in 2008 of \$56,000 was comprised primarily of higher FDIC premiums by \$89,000, branch acquisition related costs totaling \$45,000 and a higher loan loss provision by \$44,000 related to loan growth partially offset by an increase in net interest margin related to the increase in loans outstanding. Non-interest revenues and expenses in 2008 included revenues and expenses related to equipment leases the Bank held in 2008. The Bank sold the equipment in 2008.

George J. Guarini, Chief Executive Officer of Bay Commercial Bank, stated "Apart from the FDIC special assessments (a one time assessment levied on all FDIC insured institutions for the purpose of replenishing the FDIC insurance fund) and the cost of merging the Castro Valley Office (acquired from Community Banks of Northern California on May 15, 2009), the 2nd quarter operating results are quite favorable. We expect the Bank's operating results to improve as the full effect of the Castro Valley office translates to the bottom line. We remain focused on evaluating capital and acquisition strategies which will allow the Bank to continue to take advantage of today's economic environment."

The Bank offers a full range of loan and deposit products and services to businesses and their affiliates throughout the San Francisco Bay Area. Its offices are located at 1280 Civic Drive, Suite 100, Walnut Creek, at 155 Grand Avenue, Suite 100, Oakland, and 3895 E Castro Valley Blvd, Castro Valley. 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, 2009

	Quarter Ending 6/30/2009	Quarter Ending 6/30/2008	Year to Date 6/30/2009	Year to Date 6/30/2008	Year Ending 12/31/2008
<i><u>Balance Sheet</u></i>					
(dollars in thousands)					
Total Assets	\$ 150,218	\$ 98,651	\$ 150,218	\$ 98,651	\$ 108,884
Total Loans	122,066	88,105	122,066	88,105	98,093
Total Deposits	129,854	77,837	129,854	77,837	87,812
Shareholders' Equity	15,693	15,446	15,693	15,446	15,629

Operating Results

(dollars in thousands)

Interest income	\$ 1,711	\$ 1,379	\$ 3,144	\$ 2,878	\$ 5,764
Interest expense	639	467	1,151	1,039	2,074
Net interest income	1,072	912	1,993	1,839	3,690
Provision for loan losses	122	78	162	108	273
Non-interest income	71	291	126	450	821
Non-interest expense	1,010	1,014	1,879	1,865	3,636
Net Income before tax	11	111	78	316	602
Income tax	10	54	39	149	282
Net Income	\$ 1	\$ 57	\$ 39	\$ 167	\$ 320

Ratios and Data

Net interest margin	3.19%	3.83%	3.28%	3.98%	3.79%
Efficiency ratio	88.4%	84.3%	88.7%	81.5%	80.6%
Leverage capital ratio	11.5%	15.5%	11.5%	15.5%	14.6%
Income per share - basic	\$ 0.00	\$ 0.04	\$ 0.03	\$ 0.11	\$ 0.21
Common stock	1,549,794	1,549,794	1,549,794	1,549,794	1,549,794
Income per share - diluted	\$ 0.00	\$ 0.04	\$ 0.03	\$ 0.11	\$ 0.21
Common stock - diluted	1,549,794	1,549,891	1,549,794	1,550,716	1,549,794

END