



BAY COMMERCIAL BANK REPORTS THIRD QUARTER 2009 RESULTS

WALNUT CREEK, California – October 21, 2009 -- Bay Commercial Bank (OTCBB:BCML) today announces its 3rd quarter 2009 operating results.

The Bank reported total assets as of September 30, 2009 of \$154.1 million including loans outstanding of \$129.3 million compared to September 30, 2008 total assets of \$104.1 million and total loans outstanding of \$93.1 million. At September 30, 2009, total deposits were \$132.7 million compared to total deposits at September 30, 2008 of \$80.7 million. The Bank's operating income for the third quarter 2009 was \$93,000 or \$0.06 per share compared to net income for the same period in 2008 of \$69,000 or \$0.04 per share. The Bank's 2009 year to date operating income was \$132,000 or \$0.09 per share compared to net income for the same period in 2008 of \$236,000, or \$0.15 per share. The Bank's year to date 2009 operating results include one-time costs totaling \$120,000 related to the acquisition of the Castro Valley branch and the FDIC special Assessment.

George J. Guarini, Chief Executive Officer of Bay Commercial Bank, stated "We are pleased that the Bank's operating results have improved as the Castro Valley branch acquisition contributes to operating income. We remain focused on maintaining strong credit quality and liquidity in these challenging times. In addition, we continue to evaluate capital and acquisition strategies that will allow the Bank to grow and 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 Bay Area. Its full services branches in California are located at 1280 Civic Drive, Walnut Creek, 155 Grand Avenue, 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.

Selected Financial Data
September 30, 2009

	Quarter Ending <u>9/30/2009</u>	Quarter Ending <u>9/30/2008</u>	Year to date <u>9/30/2009</u>	Year to Date <u>9/30/2008</u>	Year Ending <u>12/31/2008</u>
<i><u>Balance Sheet</u></i>					
(dollars in thousands)					
Total Assets	\$ 154,067	\$ 104,149	\$ 154,067	\$ 104,149	\$ 108,884
Total Loans	129,282	93,122	129,282	93,122	98,093
Total Deposits	132,680	80,670	132,680	80,670	87,812
Shareholders' Equity	15,798	15,531	15,798	15,531	15,629

Operating Results

	Quarter Ending <u>9/30/2009</u>	Quarter Ending <u>9/30/2008</u>	Year to date <u>9/30/2009</u>	Year to Date <u>9/30/2008</u>	Year Ending <u>12/31/2008</u>
(dollars in thousands)					
Interest income	\$ 2,011	\$ 1,456	\$ 5,155	\$ 4,334	\$ 5,764
Interest expense	724	510	1,875	1,549	2,074
Net interest income	1,287	946	3,280	2,785	3,690
Provision for loan losses	138	100	300	208	273
Non-interest income	81	307	207	757	821
Non-interest expense	1,054	1,021	2,933	2,886	3,636
Net Income before tax	176	132	254	448	602
Income tax	83	63	122	212	282
Net Income	\$ 93	\$ 69	\$ 132	\$ 236	\$ 320

Ratios and Data

Net interest margin	3.49%	3.82%	3.41%	3.91%	3.79%
Efficiency ratio	77.0%	81.5%	84.1%	81.5%	80.6%
Leverage capital ratio	10.3%	15.4%	10.3%	15.4%	14.6%
Income per share - basic	\$ 0.06	\$ 0.04	\$ 0.09	\$ 0.15	\$ 0.21
Common stock	1,549,794	1,549,794	1,549,794	1,549,794	1,549,794
Income per share - diluted	\$ 0.06	\$ 0.04	\$ 0.09	\$ 0.15	\$ 0.21
Common stock - diluted	1,549,794	1,572,090	1,549,794	1,580,666	1,549,794

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