



PRESS RELEASE

For Immediate Release

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AltaPacific Bank Reports Year End Results and Declares 5% Stock Dividend

SANTA ROSA, Calif. - (BUSINESS WIRE) – January 29, 2010 - AltaPacific Bank (OTCBB: ABNK) today reported that it has achieved profitability for its sixth consecutive quarter. Additionally, the bank declared a 5% stock dividend to be distributed on February 26, 2010 to shareholders of record as of February 12, 2010, subject to final regulatory approval. The bank reported net income for the quarter totaling \$162,000 and year-to-date earnings totaling \$448,000 for the period ending December 31, 2009, respectively.

The quarterly earnings represents an increase of \$48,000 (42%) over the quarter ending September 30, 2009 and represents an increase of \$663,000 (308%) over the prior year loss which totaled \$215,000. AltaPacific Bank recently completed its third year of operations, having opened the bank on July 10, 2006.

At December 31, 2009, assets totaled \$84,149,000, representing an increase of 9.1% over September 30, 2009 and an increase of 53.5% over December 31, 2008. The bank's net loans at December 31, 2009 totaled \$60,268,000, representing a 10.3% increase over September 30, 2009 and a 62.3% increase over December 31, 2008. Deposits totaled \$50,557,000 at December 31, 2009 representing a \$900,000 decrease over September 30, 2009 and an 87.1% increase over December 31, 2008. At December 31, 2009, the bank's Allowance for Loan and Lease Losses totaled \$1,251,000 and represented 2.03% of Gross Loans. The bank did have one nonaccrual loan which totaled \$1,394,000 at December 31, 2009. The nonaccrual loan is secured by real estate.

The bank's total Risk-Based Capital Ratio totaled 36.5% at December 31, 2009 and substantially exceeds the 10% minimum ratio for a well capitalized institution. Furthermore, as of September 30, 2009, the bank's regulatory capital ratios exceed all other banks operating in Sonoma and Marin counties and continue to be among the highest of any bank operating in California.

Charles O. Hall, the bank's President and Chief Executive Officer stated, "Our performance has been outstanding. What a pleasure it is to be able to report continued increases in earnings while at the same time maintaining a conservative reserve for loan losses, particularly during these troubling financial times."

AltaPacific Bank is an independent business bank headquartered in Sonoma County. The bank is focused on meeting the specialized needs of small to medium-sized businesses and professionals. AltaPacific Bank is located at 3725 Westwind Blvd., Suite 100, Santa Rosa, California and is near the Charles M. Schultz – Sonoma County Airport. For additional information, please contact us at (707) 236-1500 or online at www.apbconnect.com.



The following is a summary of the bank's financial performance (unaudited) as of December 31, 2009:

<i>(Dollars in thousands)</i>	December 31, 2008	September 30, 2009	December 31, 2009
Gross Loans	\$ 37,884	\$ 55,828	\$ 61,519
Allowance for Loan Losses	739	1,169	1,251
Net Loans	37,145	54,659	60,268
Total Deposits	27,015	51,457	50,557
Total Assets	54,810	77,130	84,149
Shareholder's Equity	24,189	25,011	25,475

<i>(Dollars in thousands)</i>	Three Month Period Ended		Twelve Month
	September 30, 2009	December 31, 2009	Period Ended December 31, 2009
Interest Income	\$ 1,346	\$ 1,370	\$ 4,958
Interest Expense	139	149	500
Net Interest Income	1,207	1,221	4,458
Provision for Loan Losses	195	436	866
Noninterest Income	(10)	2	(2)
Noninterest Expense	888	896	3,412
Income Tax Benefit	--	271	270
Net Income	114	162	448

This press release includes forward-looking statements that involve inherent risks and uncertainties. AltaPacific Bank cautions readers that a number of important factors could cause actual results to differ materially from those in the forward-looking statements. These factors include economic conditions and competition in the geographic and business areas in which AltaPacific Bank operates, inflation, fluctuations in interest rates, legislation and governmental regulation, credit quality, and competition affecting the bank's businesses generally; the risk of natural disasters and future catastrophic events including terrorist related incidents; and other factors beyond AltaPacific Bank's control. We make no promise to update any forward-looking statement, whether as a result of changes in underlying factors, new information, future events or otherwise.