

**Press Release**  
For Immediate Release

**Source:** Atlantic Pacific Bank

**Atlantic Pacific Bank Reports Financial Results for Year-to-Date and Fourth Quarter 2007**

February 11, 2008

SANTA ROSA, Calif.--(BUSINESS WIRE) – Atlantic Pacific Bank (OTCBB: APFB) today announced unaudited financial results for the fourth quarter ended December 31, 2007. Total assets grew to \$42,771,000 at December 31, 2007 which represents an increase of 12% over the third quarter ending September 30, 2007. At December 31, 2007, the Bank's net loans totaled \$30,290,000 and deposits totaled \$16,890,000 representing a decrease in net loans totaling 2% and an increase in deposits totaling 37% for the quarter. For the fourth quarter of 2007, the Bank reported a net loss of \$106,000, and a year-to-date loss of \$1,054,000. Atlantic Pacific Bank began operating on July 10, 2006.

While the bank was successful in bringing in \$5,043,000 in new loans during the quarter, principal reductions and paydowns on existing loans totaled \$5,501,000 resulting in a net reduction of \$458,000 in gross loans during the quarter. In addition, during the fourth quarter of 2007, unfunded loan commitments increased \$2,580,000 to total \$15,329,000.

"We continue to be successful in attracting new business relationships," said Charles O. Hall, President and Chief Executive Officer of Atlantic Pacific Bank. "We are excited to see total assets exceed \$40 million and are pleased with the continued improvement in our bottom line." The Bank has experienced reductions in the quarterly loss which improved from a loss of \$225,000 during the third quarter of 2007 to a loss of \$106,000 during the fourth quarter of 2007. Mr. Hall continued stating, The Bank has generated positive cash flow each month beginning in the third quarter of this year which is another key milestone towards our continued growth and success."

The losses for the year and quarter ending December 31, 2007 included some significant non-cash components. The bank recorded an expense totaling \$320,000 for the year and \$80,000 for the quarter as stock based compensation expense (stock option expense) which represents 30% of the annual loss and 75% of the loss for the quarter ending December 31, 2007. With regard to the provision for loan losses, the bank recorded an expense totaling \$387,000 for the year and \$4,000 for the quarter representing 37% and 4% of the loss for the year and the quarter, respectively.

Mr. Hall also stated, "while we anticipate a declining interest rate environment as well as continued pressure on the economy during 2008, the bank will continue to focus on building quality relationships while expanding its customer base." Furthermore, Mr. Hall reported "Atlantic Pacific Bank does not engage in subprime lending or other lending strategies which target borrowers who pose a significantly higher risk of default than traditional banking customers. It simply is not consistent with our approach to managing credit risk."

Atlantic Pacific Bank is the newest independent business bank headquartered in Sonoma County. The Bank is focused on meeting the specialized needs of small to medium-sized businesses and professionals. Atlantic Pacific 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](http://www.apbconnect.com).

Atlantic  Pacific  
BANK

The following is a summary of the bank's financial performance (unaudited) as of December 31, 2007:

<i>(Dollars in thousands)</i>	<b>9.30.2007</b>	<b>12.31.2007</b>	<b>Net Change</b>	<b>% Change</b>
Gross Loans	\$ 31,208	\$ 30,750	\$ (458)	(1.5%)
Allowance for Loan Losses	456	460	4	0.9%
Net Loans	30,752	30,290	(462)	(1.5%)
Total Deposits	12,298	16,890	4,592	37.3%
Total Assets	38,243	42,771	4,528	11.8%
Shareholder's Equity	25,296	25,270	(26)	(0.1%)

<i>(Dollars in thousands)</i>	<b>Quarter Ended</b>		<b>Twelve Month</b>
	<b>9.30.2007</b>	<b>12.31.2007</b>	<b>Period Ended 12.31.2007</b>
Interest Income	\$ 652	\$ 701	\$ 2,309
Interest Expense	76	84	238
Net Interest Income	576	617	2,071
Provision for Loan Losses	108	4	387
Noninterest Income	1	2	4
Noninterest Expense	694	721	2,741
Provision for Income Taxes	--	--	1
Net Loss	(225)	(106)	(1,054)

*This press release includes forward-looking statements that involve inherent risks and uncertainties. Atlantic Pacific 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 Atlantic Pacific Bank operates, inflation, fluctuations in interest rates, legislation and governmental regulation and other factors beyond Atlantic Pacific 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.*