

FIRST MOUNTAIN BANCORP ANNOUNCES SECOND QUARTER AND SIX MONTH 2009 RESULTS

BIG BEAR LAKE, Calif.—July 21, 2009

First Mountain Bancorp (OTCBB:FMBP) and its wholly-owned subsidiary, First Mountain Bank, today reported a quarterly consolidated net loss of \$176,556, or loss per basic share of \$0.11 for the quarter ended June 30, 2009, compared to net income of \$34,243, or earnings per basic share of \$ 0.02 for the second quarter of 2008. The change in earnings between the respective quarters was mainly attributable to additions to the Company's loan loss reserves (Allowance for Loan Losses, or ALL). The Company also reported a net loss of \$67,691, or \$0.04 loss per basic share, for the six months ended June 30, 2009, compared to net income of \$278,592, or \$0.18 earnings per basic share for the first half of 2008. The decline in earnings between the six month periods was also the result of increases in the provision for loan losses resulting in a charge against earnings of \$970,000 through June 30, 2009, compared to provisions of \$413,000 through June 30, 2008. The Company's earnings were also reduced by the government's decision to significantly increase the FDIC insurance assessment, including a one-time special assessment, resulting in an increase of \$102,000 in the Company's FDIC insurance assessment through June 30, 2009 compared to the same period in 2008.

The Company added \$698,000 to its ALL during the second quarter of 2009 resulting in a total ALL of \$2,263,258 at June 30, 2009, or 2.00% of outstanding loans. At December 31, 2008, the allowance for loan losses totaled \$1,705,120 and represented 1.50% of outstanding loans. The Bank had a total of \$4,388,837 in non-performing assets at June 30, 2009, or 3.18% of total assets, compared to \$2,777,296 in non-performing assets, or 1.82% of total assets at December 31, 2008. Subsequent to the end of the second quarter, the Company converted \$1.1 million of foreclosed property into a performing asset through sale of the property, which reduced non-performing assets by 25%, resulting in a revised non-performing asset ratio of 2.37%.

“While core earnings remain quite strong, we continue to follow a conservative operating model in response to the decline in our local economy by adding to the Bank's loan loss reserve. Until the economy shows signs of improving, we have committed to follow this conservative approach,” stated Jack Briner, Chief Executive Officer.

The Company reported total consolidated assets of \$138,116,907 at June 30, 2009, compared to \$144,073,931 at December 31, 2008; total outstanding loans of \$113,301,132 at quarter end, compared to the year-end 2008 balance of \$113,609,304; and total deposits of \$120,524,982 and \$126,439,886 at June 30, 2009 and December 31, 2008, respectively.

Total consolidated equity capital was \$16,786,626 at June 30, 2009, which represented a total Tier 1 leverage capital ratio of 12.0%. The Company continues to be “well capitalized,” the highest designation under regulatory guidelines, and its capital ratios significantly exceed the regulatory requirements.

“While the level of non-performing assets is of some concern, most of these loans are real estate secured with good underlying collateral values, despite the general decline in the real estate market. Although we cannot guarantee the financial performance of the Bank for the remainder of 2009, we believe our aggressive loan portfolio management and excellent capital levels properly position the Bank to deal with the challenges of the current economy,” stated Mr. Briner.

At June 30, 2009, the Company reported a book value per share of \$10.76, on 1,560,262 shares outstanding.

First Mountain Bancorp is the parent holding company of First Mountain Bank, which is headquartered in Big Bear Lake and has four offices serving the Big Bear and high desert areas of Southern California. For further information contact Jack Briner, CEO, or Dennis Saunders, President/CFO, at (909) 866-5861.

Tables follow

FIRST MOUNTAIN BANCORP

STATEMENT OF CONDITION - (Consolidated) (Unaudited)

	<u>June 30, 2009</u>	<u>December 31, 2008</u>
Assets		
Cash and due from banks	\$ 4,155,849	\$ 5,118,558
Fed funds	3,553,490	6,918,536
Investment securities	8,974,049	10,977,870
Gross loans	113,301,132	113,609,304
Less: Allowance for loan losses	<u>(2,263,258)</u>	<u>(1,705,120)</u>
Net loans	111,037,874	111,904,184
Bank premises and equipment	2,323,358	2,331,732
Other assets	<u>8,072,287</u>	<u>6,823,051</u>
Total Assets	<u><u>\$ 138,116,907</u></u>	<u><u>\$ 144,073,931</u></u>
Liabilities		
Noninterest-bearing deposits	\$ 34,661,047	\$ 39,367,602
Interest-bearing deposits	<u>85,863,935</u>	<u>87,072,284</u>
Total deposits	120,524,982	126,439,886
Other liabilities	<u>805,299</u>	<u>816,217</u>
Total Liabilities	<u>121,330,281</u>	<u>127,256,103</u>
Stockholders' Equity		
Common stock	11,902,257	11,877,069
Retained earnings	4,818,641	4,886,332
Accumulated other comprehensive income	<u>65,728</u>	<u>54,427</u>
Total Stockholders' Equity	<u>16,786,626</u>	<u>16,817,828</u>
Total Liabilities and Stockholders' Equity	<u><u>\$ 138,116,907</u></u>	<u><u>\$ 144,073,931</u></u>

STATEMENT OF INCOME - (Consolidated) (Unaudited)

	For the three months ended		For the six months ended	
	<u>06/30/09</u>	<u>06/30/08</u>	<u>06/30/09</u>	<u>06/30/08</u>
Interest income	\$ 2,029,858	\$ 2,198,910	\$ 4,124,538	\$ 4,615,645
Interest expense	<u>331,576</u>	<u>562,390</u>	<u>731,667</u>	<u>1,250,296</u>
Net interest income before provision for loan losses	1,698,282	1,636,520	3,392,871	3,365,349
Provision for loan losses	<u>698,000</u>	<u>321,000</u>	<u>970,000</u>	<u>413,000</u>
Net interest income	1,000,282	1,315,520	2,422,871	2,952,349
Other operating income	261,526	271,644	546,912	514,872
Operating expenses	<u>1,599,364</u>	<u>1,577,021</u>	<u>3,163,474</u>	<u>3,101,929</u>
Income before income taxes	(337,556)	10,143	(193,691)	365,292
Provision for income tax expense	<u>(161,000)</u>	<u>(24,100)</u>	<u>(126,000)</u>	<u>86,700</u>
Net Income	<u><u>\$ (176,556)</u></u>	<u><u>\$ 34,243</u></u>	<u><u>\$ (67,691)</u></u>	<u><u>\$ 278,592</u></u>
Earnings per share - basic	\$ (0.11)	\$ 0.02	\$ (0.04)	\$ 0.18
Earnings per share - dilutive	\$ (0.11)	\$ 0.02	\$ (0.04)	\$ 0.18

FIRST MOUNTAIN BANCORP

	For the three months ended		For the year-to-date ended	
	6/30/2009	6/30/2008	6/30/2009	6/30/2008
Performance Ratios:				
Return on Average Assets	-0.50%	0.09%	-0.19%	0.73%
Return on Average Equity	-4.19%	0.82%	-1.61%	6.67%
Average yield on interest-earning assets	6.276%	6.580%	6.317%	6.781%
Average cost of interest-bearing liabilities	1.096%	1.781%	1.194%	1.941%
Net interest spread	5.180%	4.799%	5.124%	4.840%
Net interest margin	5.251%	4.897%	5.197%	4.944%
Capital Ratios (Consolidated):				
Total Risk-Based Capital Ratio			14.6%	14.5%
Tier 1 Risk-Based Capital Ratio			13.3%	13.2%
Tier 1 Leverage Ratio			12.0%	11.9%
Asset Quality:				
Number of non-performing loans			8	7
Total number of foreclosed properties			3	2
Total non-performing loans			\$ 3,063,654	\$ 2,561,296
Total foreclosed properties (OREO)			\$ 1,325,183	\$ 216,000
Total non-performing assets			\$ 4,388,837	\$ 2,777,296
Ratio of non-performing loans to total loans			2.70%	2.44%
Total non-performing assets to total assets			3.18%	1.93%
Allowance for Loan Losses:				
Total Balance			\$ 2,263,258	\$ 1,705,120
As a percent of non-performing assets			51.57%	61.39%
As a percent of total loans outstanding			2.00%	1.50%
Stock Information:				
Number of consecutive years of stock dividends			8	8
Shares outstanding - adjusted for stock dividend			1,560,262	1,560,262
Book value per share			\$ 10.76	\$ 10.78