

## FIRST MOUNTAIN BANCORP ANNOUNCES SECOND QUARTER AND SIX MONTHS 2010 RESULTS

BIG BEAR LAKE, Calif.—July 21, 2010

First Mountain Bancorp (OTCBB:FMBP) and its subsidiary, First Mountain Bank, today reported quarterly consolidated net income of \$13,355, or earnings per basic share of \$0.01, for the quarter ended June 30, 2010, compared to a net loss of \$176,556, or loss per basic share of \$ 0.11, for the second quarter of 2009. The Company also reported net income of \$118,804, or \$0.08 earnings per basic share for the six months ended June 30, 2010, compared to a net loss of \$67,691, or \$0.04 loss per basic share, for the first six months of 2009.

“The Company has reported a profit for the second consecutive quarter, noteworthy in the current economic conditions,” stated Jack Briner, Chief Executive Officer. “While our local economy appears to be clawing its way back from a near-catastrophic two years, the recovery is glacially slow. The good news is the Bank is not experiencing a significant rise in delinquencies and our year-over-year net income has improved appreciably. However, for the next six to twelve months, we expect commercial real estate to continue to present the biggest challenge for all financial institutions, including the Company.”

Total assets ended the quarter at \$136,047,692 as compared to the December 31, 2009, figure of \$137,772,896. While total assets and deposits have declined slightly from year-end levels, the Company believes the slowdown in deposit growth is due mainly to local economic factors, and the Bank has recently experienced an increase in deposit activity.

Gross loans outstanding at quarter end totaled \$102,548,319, compared to \$107,629,578 at December 31, 2009, a decrease of \$5,081,259, or 4.7%. The decrease is primarily attributable to the decline in the economy. The Company’s strong loan portfolio yield and core deposit mix continues to provide an interest rate spread well in excess of peers.

The allowance for possible loan losses stood at \$3,140,609 at June 30, 2010, or 3.06% of outstanding loans, compared to a ratio of 3.49% at December 31, 2009. The decline is attributed to a recent partial charge off on a real estate secured participation loan. Non-performing loans represented 9.3% of the loan portfolio at quarter end, and continues to be an area of special focus and aggressive effort by the Company.

At June 30, 2010, the Company had total equity capital of \$15,054,322, which represents a Tier 1 leverage capital ratio of 10.3%, which is significantly in excess of regulatory guidelines for a “Well Capitalized” designation. The Company also reported book value of \$9.62 per share on 1,564,926 shares outstanding at quarter end.

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, 2010</u>	<u>December 31, 2009</u>
<b>Assets</b>		
Cash and due from banks	\$ 7,721,748	\$ 6,565,413
Fed funds	5,401,638	8,950,773
Investment securities	10,883,375	7,081,000
Gross loans	102,548,319	107,629,578
Less: Allowance for loan losses	<u>(3,140,609)</u>	<u>(3,759,073)</u>
Net loans	99,407,710	103,870,505
Bank premises and equipment	2,225,827	2,257,059
Other assets	<u>10,407,394</u>	<u>9,048,146</u>
<b>Total Assets</b>	<u><u>\$ 136,047,692</u></u>	<u><u>\$ 137,772,896</u></u>
<b>Liabilities</b>		
Noninterest-bearing deposits	\$ 35,349,926	\$ 37,539,472
Interest-bearing deposits	<u>84,845,414</u>	<u>84,560,794</u>
Total deposits	120,195,340	122,100,266
Other liabilities	<u>798,030</u>	<u>805,829</u>
<b>Total Liabilities</b>	<u>120,993,370</u>	<u>122,906,095</u>
<b>Stockholders' Equity</b>		
Common stock	11,969,062	11,935,614
Retained earnings	2,995,319	2,876,516
Accumulated other comprehensive income	<u>89,941</u>	<u>54,671</u>
<b>Total Stockholders' Equity</b>	<u>15,054,322</u>	<u>14,866,801</u>
<b>Total Liabilities and Stockholders' Equity</b>	<u><u>\$ 136,047,692</u></u>	<u><u>\$ 137,772,896</u></u>

**STATEMENT OF INCOME - (Consolidated) (Unaudited)**

	<b>For the three months ended</b>		<b>For the six months ended</b>	
	<u>06/30/10</u>	<u>06/30/09</u>	<u>06/30/10</u>	<u>06/30/09</u>
Interest income	\$ 1,661,091	\$ 2,029,858	\$ 3,349,642	\$ 4,124,538
Interest expense	<u>191,542</u>	<u>331,576</u>	<u>398,943</u>	<u>731,667</u>
Net interest income before provision for loan losses	1,469,549	1,698,282	2,950,699	3,392,871
Provision for loan losses	<u>58,000</u>	<u>698,000</u>	<u>58,000</u>	<u>970,000</u>
Net interest income	1,411,549	1,000,282	2,892,699	2,422,871
Other operating income	278,426	261,526	531,725	546,912
Operating expenses	<u>1,689,620</u>	<u>1,599,364</u>	<u>3,270,620</u>	<u>3,163,474</u>
Income (loss) before income taxes	355	(337,556)	153,804	(193,691)
Provision (benefit) for income taxes	<u>(13,000)</u>	<u>(161,000)</u>	<u>35,000</u>	<u>(126,000)</u>
<b>Net Income (Loss)</b>	<u><u>\$ 13,355</u></u>	<u><u>\$ (176,556)</u></u>	<u><u>\$ 118,804</u></u>	<u><u>\$ (67,691)</u></u>
Earnings (loss) per share - basic	\$ 0.01	\$ (0.11)	\$ 0.08	\$ (0.04)
Earnings (loss) per share - dilutive	\$ 0.01	\$ (0.11)	\$ 0.08	\$ (0.04)

# FIRST MOUNTAIN BANCORP

	<b>For the three months ended</b>		<b>For the six months ended</b>	
	<b>6/30/2010</b>	<b>6/30/2009</b>	<b>6/30/2010</b>	<b>6/30/2009</b>
<b>Performance Ratios:</b>				
Return on Average Assets	0.04%	-0.50%	0.17%	-0.09%
Return on Average Equity	0.36%	-4.19%	1.59%	-0.80%
Average yield on interest-earning assets	5.413%	6.276%	5.488%	6.317%
Average cost of interest-bearing liabilities	0.653%	1.096%	0.683%	1.194%
Net interest spread	4.760%	5.180%	4.805%	5.124%
Net interest margin	4.789%	5.251%	4.834%	5.197%
			<b>As of</b>	<b>As of</b>
			<b>6/30/2010</b>	<b>12/31/2009</b>
<b>Capital Ratios (Bank):</b>				
Total Risk-Based Capital Ratio			13.2%	13.2%
Tier 1 Risk-Based Capital Ratio			11.9%	11.9%
Tier 1 Leverage Ratio			10.3%	10.5%
<b>Asset Quality:</b>				
Number of non-performing loans			14	18
Total number of foreclosed properties			4	2
Total non-performing loans			\$ 9,551,429	\$ 7,764,563
Total foreclosed properties (OREO)			\$ 1,862,275	\$ 291,636
Total non-performing assets			\$ 11,413,704	\$ 8,056,199
Ratio of non-performing loans to total loans			9.31%	7.09%
Total non-performing assets to total assets			8.39%	5.85%
Total non-performing assets to equity and loan loss reserves (commonly referred to as Texas Ratio)			62.73%	43.25%
Allowance for Loan Losses:				
Total Balance			\$ 3,140,609	\$ 3,759,073
As a percent of non-performing assets			27.52%	46.66%
As a percent of total loans outstanding			3.06%	3.49%
<b>Stock Information:</b>				
Shares outstanding			1,564,926	1,560,262
Book value per share			\$ 9.62	\$ 9.53