

FIRST MOUNTAIN BANCORP ANNOUNCES FOURTH QUARTER AND YEAR-END 2010 RESULTS

BIG BEAR LAKE, Calif.—APRIL 5, 2011

First Mountain Bancorp (OTCBB:FMBP) and its subsidiary, First Mountain Bank, today reported a quarterly consolidated net loss of \$108,131, or loss per basic share of \$0.07 for the quarter ended December 31, 2010. However, for the full year ended December 31, 2010, the Company reported net income of \$67,496, or \$0.04 per basic share. In 2009 the Company reported fourth quarter and full year losses of \$619,729 and \$2,009,816, respectively, representing losses per basic share of \$0.40 for the quarter and \$1.29 for the full year ended December 31, 2009.

“The turnaround in earnings in 2010 is very dramatic, noteworthy in the current economic conditions,” noted Jack Briner, Chief Executive Officer. “Although earnings are well below pre-recessionary levels, the stabilization of the level of non-performing loans and expense levels provides positive signs for future earnings growth at the Company. We are confident that our local economy and the financial performance our subsidiary, First Mountain Bank, will continue to improve as we work closely with our clients.”

Total assets ended the year at \$143,777,320 as compared to the December 31, 2009, figure of \$137,772,896, reflecting a 4.4% increase in assets. The asset growth during the year resulted from strong deposit growth that came from our local market areas. During 2010 deposits increased by \$5,822,000, or 4.8%.

“The Bank is really encouraged by these recent deposit trends, especially in light of economic conditions and local competition for deposits. In fact, the FDIC’s Summary of Deposits report shows we outpaced all other mountain competitors in market share growth between June 2009 and June 2010, the latest date for which comparative data is available,” noted Mr. Briner.

Gross loans outstanding at December 31, 2010, totaled \$98,914,244, compared to \$107,629,578 at December 31, 2009. The decrease in outstanding loan balances was a direct result of management’s decision to de-leverage credit exposure during the height of the economic downturn. As the economy continues to show signs of recovery the Company will add loans to its portfolio. 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 \$2,711,957 at December 31, 2010, or 2.74% of outstanding loans. Non-performing loans represented 7.1% of the loan portfolio at December 31, 2010, compared to 9.2% at September 30, 2010. At December 31, 2010 the Bank had an inventory of five foreclosed properties totaling \$3,541,240. Subsequent to year end the largest property was sold reducing the remaining outstanding balance to approximately \$1,746,000. Another property is scheduled to close soon. The Bank’s net proceeds from sales are generally covering the carrying values of the properties with only minor net gains or losses from the sales.

At December 31, 2010, the Company had total consolidated equity capital of \$15,002,199 which represents a Tier 1 leverage capital ratio of 9.7%, while the Bank’s stand-alone Tier 1 leverage capital ratio was 9.6%. Both ratios are significantly in excess of regulatory guidelines for a “Well Capitalized” designation. The Company also reported book value of \$9.59 per share on 1,564,926 shares outstanding at year 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)

	December 31, 2010	December 31, 2009
Assets		
Cash and due from banks	\$ 25,563,874	\$ 14,805,413
Fed funds	962,653	710,773
Investment securities	7,884,000	7,081,000
Gross loans	98,914,244	107,629,578
Less: Allowance for loan losses	(2,711,957)	(3,759,073)
Net loans	96,202,287	103,870,505
Bank premises and equipment	2,275,008	2,257,059
Other assets	10,889,498	9,048,146
Total Assets	\$ 143,777,320	\$ 137,772,896
Liabilities		
Noninterest-bearing deposits	\$ 38,061,645	\$ 37,539,472
Interest-bearing deposits	89,860,147	84,560,794
Total deposits	127,921,792	122,100,266
Other liabilities	853,329	805,829
Total Liabilities	128,775,121	122,906,095
Stockholders' Equity		
Common stock	12,002,760	11,935,614
Retained earnings	2,944,012	2,876,516
Accumulated other comprehensive income	55,427	54,671
Total Stockholders' Equity	15,002,199	14,866,801
Total Liabilities and Stockholders' Equity	\$ 143,777,320	\$ 137,772,896

STATEMENT OF INCOME - (Consolidated) (Unaudited)

	For the three months ended		For the year ended	
	12/31/10	12/31/09	12/31/10	12/31/09
Interest income	\$ 1,644,021	\$ 1,842,242	\$ 6,654,773	\$ 7,881,305
Interest expense	202,708	245,036	816,723	1,256,886
Net interest income before provision for loan losses	1,441,313	1,597,206	5,838,050	6,624,419
Provision for loan losses	32,000	1,060,000	125,000	4,470,000
Net interest income	1,409,313	537,206	5,713,050	2,154,419
Other operating income	252,850	268,542	1,100,332	1,093,891
Operating expenses	1,871,294	1,896,477	6,814,886	6,812,126
Income (loss) before income taxes	(209,131)	(1,090,729)	(1,504)	(3,563,816)
Provision (benefit) for income taxes	(101,000)	(471,000)	(69,000)	(1,554,000)
Net Income (Loss)	\$ (108,131)	\$ (619,729)	\$ 67,496	\$ (2,009,816)
Earnings (loss) per share - basic	\$ (0.07)	\$ (0.40)	\$ 0.04	\$ (1.29)
Earnings (loss) per share - dilutive	\$ (0.07)	\$ (0.40)	\$ 0.04	\$ (1.29)

FIRST MOUNTAIN BANCORP

	<u>For the three months ended</u>		<u>For the year ended</u>	
	<u>12/31/2010</u>	<u>12/31/2009</u>	<u>12/31/2010</u>	<u>12/31/2009</u>
Performance Ratios:				
Return on Average Assets	-0.30%	-1.80%	0.05%	-1.43%
Return on Average Equity	-2.87%	-16.33%	0.45%	-12.42%
Average yield on interest-earning assets	5.209%	5.908%	5.332%	6.139%
Average cost of interest-bearing liabilities	0.648%	0.812%	0.673%	1.029%
Net interest spread	4.561%	5.096%	4.659%	5.110%
Net interest margin	4.529%	5.080%	4.678%	5.160%
			As of	As of
			12/31/2010	12/31/2009
Capital Ratios (Bank):				
Total Risk-Based Capital Ratio			13.2%	13.1%
Tier 1 Risk-Based Capital Ratio			12.0%	11.8%
Tier 1 Leverage Ratio			9.6%	10.4%
Asset Quality:				
Number of non-performing loans			10	18
Total number of foreclosed properties			5	2
Total non-performing loans			\$ 7,028,999	\$ 7,764,563
Total foreclosed properties (OREO)			\$ 3,541,240	\$ 291,636
Total non-performing assets			<u>\$ 10,570,239</u>	<u>\$ 8,056,199</u>
Ratio of non-performing loans to total loans			7.11%	7.21%
Total non-performing assets to total assets			7.35%	5.85%
Total non-performing assets to equity and loan loss reserves (commonly referred to as Texas Ratio)			60.19%	43.25%
Allowance for Loan Losses:				
Total Balance			\$ 2,711,957	\$ 3,759,073
As a percent of non-performing assets			25.66%	46.66%
As a percent of total loans outstanding			2.74%	3.49%
Stock Information:				
Shares outstanding			1,564,926	1,560,262
Book value per share			\$ 9.59	\$ 9.53