

FIRST MOUNTAIN BANCORP ANNOUNCES 3RD QUARTER AND YEAR-TO-DATE 2011 RESULTS

BIG BEAR LAKE, Calif.—November 7, 2011

First Mountain Bancorp (OTCBB:FMBP) and its subsidiary, First Mountain Bank, today reported a quarterly consolidated net loss of \$416,849, or loss per basic share of \$0.27, for the quarter ended September 30, 2011, compared to net income of \$56,823, or earnings per basic share of \$0.04, for the third quarter of 2010. The Company also reported a net loss of \$215,667, or \$0.14 per basic share, for the nine months ended September 30, 2011, compared to \$175,627 in earnings, or \$0.11 per basic share, for the comparable period in 2010. Losses for the quarter and year-to-date periods are the result of adding an additional \$1,012,000 during the quarter to the Company's provision for loan losses.

“The current economic environment in the Inland Empire of Southern California, and more specifically our mountain communities, continues to challenge several of our commercial loan clients. Since June 30, 2011, management of our banking subsidiary has proactively analyzed the financial condition of some of our larger borrowers and as a result has increased the risk grade for a few of our larger credits that have experienced business declines. While virtually all of our loans that are experiencing stress in this environment are collateralized by real estate, in many cases the market value of that collateral has declined considerably which requires that we write down the loan balance to the value reflected in current appraisals. As a result, during the quarter just ended, we moved to significantly strengthen our allowance for possible loan losses,” stated Jack Briner, Chief Executive Officer.

Total assets ended the quarter at \$138,553,599 as compared to the December 31, 2010, figure of \$143,707,686. Total deposits were \$122,854,412 at September 30, 2011, compared to the December 31, 2010, figure of \$127,921,792.

Gross loans outstanding at quarter end totaled \$104,002,039, compared to \$98,914,244 at December 31, 2010, an increase of \$5,087,795, or 5.1%. The Bank reported a net interest spread of 4.95% during the quarter which continues to be a strong ratio compared to many peers.

The allowance for possible loan losses stood at \$2,749,170 at September 30, 2011, or 2.64% of outstanding loans, compared to a ratio of 2.74% at December 31, 2010. Non-performing loans represented 6.2% of the loan portfolio at quarter end and continues to be an area of special focus and aggressive effort by the Bank. The Bank had \$1,947,510 in foreclosed real estate at September 30, 2011, which is being actively marketed for sale.

At September 30, 2011, the Company had total equity capital of \$14,856,796, which represents a Tier 1 leverage capital ratio of 9.6%, which is in excess of regulatory guidelines for a “Well Capitalized” designation. The Company also reported book value of \$9.49 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>September 30, 2011</u>	<u>December 31, 2010</u>
Assets		
Cash and due from banks	\$ 13,284,756	\$ 25,563,874
Fed funds	964,295	962,653
Investment securities	11,479,988	7,884,000
Gross loans	104,002,039	98,914,244
Less: Allowance for loan losses	<u>(2,749,170)</u>	<u>(2,711,957)</u>
Net loans	101,252,869	96,202,287
Bank premises and equipment	2,178,909	2,275,008
Other assets	<u>9,392,782</u>	<u>10,819,864</u>
Total Assets	<u>\$ 138,553,599</u>	<u>\$ 143,707,686</u>
Liabilities		
Noninterest-bearing deposits	\$ 37,245,367	\$ 38,061,645
Interest-bearing deposits	<u>85,609,045</u>	<u>89,860,147</u>
Total deposits	122,854,412	127,921,792
Other liabilities	<u>842,391</u>	<u>783,695</u>
Total Liabilities	<u>123,696,803</u>	<u>128,705,487</u>
Stockholders' Equity		
Common stock	12,057,912	12,002,760
Retained earnings	2,728,345	2,944,012
Accumulated other comprehensive income	<u>70,539</u>	<u>55,427</u>
Total Stockholders' Equity	<u>14,856,796</u>	<u>15,002,199</u>
Total Liabilities and Stockholders' Equity	<u>\$ 138,553,599</u>	<u>\$ 143,707,686</u>

STATEMENT OF INCOME - (Consolidated) (Unaudited)

	For the three months ended		For the nine months ended	
	<u>09/30/11</u>	<u>09/30/10</u>	<u>09/30/11</u>	<u>09/30/10</u>
Interest income	\$ 1,719,855	\$ 1,661,110	\$ 5,121,949	\$ 5,010,752
Interest expense	<u>124,087</u>	<u>215,072</u>	<u>455,407</u>	<u>614,015</u>
Net interest income before provision for loan losses	1,595,768	1,446,038	4,666,542	4,396,737
Provision for loan losses	<u>1,012,000</u>	<u>35,000</u>	<u>1,042,000</u>	<u>93,000</u>
Net interest income	583,768	1,411,038	3,624,542	4,303,737
Other operating income	299,805	315,757	860,178	847,482
Operating expenses	<u>1,605,422</u>	<u>1,672,972</u>	<u>4,901,387</u>	<u>4,943,592</u>
Income before income taxes	(721,849)	53,823	(416,667)	207,627
Provision (benefit) for income taxes	<u>(305,000)</u>	<u>(3,000)</u>	<u>(201,000)</u>	<u>32,000</u>
Net Income (Loss)	<u>\$ (416,849)</u>	<u>\$ 56,823</u>	<u>\$ (215,667)</u>	<u>\$ 175,627</u>
Earnings/(loss) per share - basic	\$ (0.27)	\$ 0.04	\$ (0.14)	\$ 0.11
Earnings/(loss) per share - dilutive	\$ (0.27)	\$ 0.04	\$ (0.14)	\$ 0.11

FIRST MOUNTAIN BANCORP

	For the three months ended		For the nine months ended	
	9/30/2011	9/30/2010	9/30/2011	9/30/2010
Performance Ratios:				
Return on Average Assets	-1.19%	0.17%	-0.20%	0.17%
Return on Average Equity	-11.07%	1.51%	-1.91%	1.56%
Average yield on interest-earning assets	5.348%	5.192%	5.261%	5.340%
Average cost of interest-bearing liabilities	0.402%	0.695%	0.485%	0.682%
Net interest spread	4.946%	4.497%	4.776%	4.658%
Net interest margin	4.962%	4.520%	4.794%	4.685%
			As of	As of
			9/30/2011	12/31/2010
Capital Ratios (Bank):				
Total Risk-Based Capital Ratio			12.8%	13.2%
Tier 1 Risk-Based Capital Ratio			11.6%	12.0%
Tier 1 Leverage Ratio			9.6%	9.6%
Asset Quality:				
Number of non-performing loans			11	10
Total number of foreclosed properties			4	5
Total non-performing loans			\$ 6,483,535	\$ 7,028,999
Total foreclosed properties (OREO)			\$ 1,947,510	\$ 3,541,240
Total non-performing assets			\$ 8,431,045	\$ 10,570,239
Ratio of non-performing loans to total loans			6.23%	7.11%
Total non-performing assets to total assets			5.98%	7.35%
Total non-performing assets to equity and loan loss reserves (commonly referred to as Texas Ratio)			52.77%	60.19%
Allowance for Loan Losses:				
Total Balance			\$ 2,749,170	\$ 2,711,957
As a percent of non-performing assets			32.61%	25.66%
As a percent of total loans outstanding			2.64%	2.74%
Stock Information:				
Shares outstanding			1,564,926	1,564,926
Book value per share			\$ 9.49	\$ 9.59