



For Immediate Release

For information contact:

John C. Schrup, President and CEO jschrup@unitedamericanbank.com 650-579-1502

Gerald Brown, Executive Vice President and CFO gbrown@unitedamericanbank.com 650-579-1560

**Total Assets Increase 46 Percent Over Prior Year;
United American Bank Reports First Quarter 2007 Financial Results**

San Mateo, CA – April 19, 2007. United American Bank (OTCBB: UABK), reported total assets of \$216.1 million at March 31, 2007 as compared to \$148.6 million at March 31, 2006 and \$210.9 million at December 31, 2006. The increase in total assets represents growth of \$67.6 million or 45.5 percent over the same date a year ago and \$5.2 million or 2.5 percent for the end of the prior quarter.

Pre-tax income for the first quarter ended March 31, 2007 increased 63.3 percent to \$568,000 as compared to \$348,000 for the same period of the prior year. However, net income declined slightly to \$346,000 from \$361,000 for the same period of the prior year. The net operating loss income tax benefits that were accumulated in the early years of operations were completely used during fiscal 2006, and therefore the Bank has begun paying both federal and state income taxes. The Bank recognized an income tax provision of \$222,000 for first quarter ended March 31, 2007.

The Bank reported total deposits of \$187.0 million as of March 31, 2007, compared to total deposits of \$127.4 million reported at March 31, 2006 and \$181.7 million at the end of the prior quarter. The increase in deposits represents growth of \$59.6 million, or 46.8 percent and \$5.2 million or 2.9 percent, relative to the end of the prior year and for the prior quarter of 2006, respectively.

“We are pleased with the growth rate on our deposits,” noted John C. Schrup, President and Chief Executive Officer of United American Bank. “The Bank opened a second office in Sunnyvale in

Headquarters
101 South Ellsworth Avenue
San Mateo, California 94401
T: 650.579.1500
F: 650.579.1501

www.unitedamericanbank.com
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June 2006 and a third office in the City of Half Moon Bay in December 2006. Both offices have been well received within their communities and are ahead of financial projections.”

The Bank reported total loans outstanding at March 31, 2007 of \$169.9 million, as compared to \$109.7 million reported at the end of the first quarter of the prior year. Loans outstanding represent an increase of \$60.1million or 54.8 percent compared to loans outstanding as of March 31, 2006.

About United American Bank

United American Bank is a full-service commercial bank headquartered in San Mateo California. Rated as a five star banking institution by Bauer Financial, Inc., the Bank is dedicated to providing superior banking and financial services for those who prefer a high level of personalized client service. For more information, visit United American Bank on the web at www.unitedamericanbank.com or call 650-579-1500.

Safe Harbor

Certain matters discussed in this press release constitute forward looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. These forward looking statements relate to the Bank’s current expectations regarding future operating results and the growth in loans, deposits, and assets. These forward looking statements are subject to certain risks and uncertainties that could cause the actual results, or performance to differ materially from those expressed, suggested or implied by the forward looking statements.

These risks and uncertainties include, but are not limited to: (1) the impact on the bank’s performance from changes in interest rates, local and national economic conditions, and the number of financial services providers, (2) the banks ability to continue the current rate of growth, (3) the banks ability to increase net interest income (4) the quality of the loan portfolio and (5) changes in government regulations.



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| BALANCE SHEET <i>(dollars in thousands)</i> | Quarter Ending 3/31/2007 | Quarter Ending 3/31/2006 | Change | | Quarter Ending 12/31/2006 | Change | |
|---|--------------------------------|--------------------------------|--------------|--------|---------------------------------|------------|--------|
| | | | \$ | % | | \$ | % |
| End of Period | | | | | | | |
| Total Assets | \$ 216,128 | \$ 148,567 | \$ 67,561 | 45.5% | \$ 210,940 | \$ 5,188 | 2.5% |
| Total Loans | 169,850 | 109,703 | 60,147 | 54.8% | 165,123 | 4,727 | 2.9% |
| Total Deposits | 186,956 | 127,366 | 59,590 | 46.8% | 181,707 | 5,249 | 2.9% |
| Allowance for Loan Losses | 2,125 | 1,375 | 750 | 54.5% | 1,950 | 175 | 9.0% |
| Shareholders' Equity | 22,356 | 19,796 | 2,560 | 12.9% | 21,891 | 465 | 2.1% |
| Quarter Average | | | | | | | |
| Total Assets | 212,559 | 143,184 | 69,375 | 48.5% | 193,916 | \$ 18,643 | 9.6% |
| Total Loans | 171,483 | 105,056 | 66,427 | 63.2% | 152,188 | 19,295 | 12.7% |
| Total Deposits | 183,169 | 122,331 | 60,838 | 49.7% | 165,202 | 17,967 | 10.9% |
| Shareholders' Equity | 22,221 | 19,394 | 2,827 | 14.6% | 21,557 | 664 | 3.1% |
| OPERATIONS QUARTER TO DATE | | | | | | | |
| Interest Income | \$ 4,581,039 | \$ 2,705,416 | \$ 1,875,623 | 69.3% | \$ 4,184,565 | \$ 396,474 | 9.5% |
| Interest Expense | 1,925,559 | 882,605 | 1,042,954 | 118.2% | 1,698,180 | 227,379 | 13.4% |
| Net Interest Income | 2,655,480 | 1,822,811 | 832,669 | 45.7% | 2,486,385 | 169,095 | 6.8% |
| Provision for loan losses | 175,000 | 100,000 | 75,000 | 75.0% | 175,000 | - | 0.0% |
| Noninterest Income | 18,709 | 33,159 | (14,450) | -43.6% | 18,882 | (173) | -0.9% |
| Noninterest Expense | 1,931,061 | 1,408,003 | 523,058 | 37.1% | 1,791,078 | 139,983 | 7.8% |
| Pre-tax Income | 568,128 | 347,967 | 220,161 | 63.3% | 539,189 | 28,939 | 5.4% |
| Income Tax Expense (Benefit) | 222,000 | (13,508) | 235,508 | - | (99,093) | 321,093 | - |
| Net Gain (Loss) | \$ 346,128 | \$ 361,475 | (15,347) | -4.2% | \$ 638,282 | (292,154) | -45.8% |
| RATIOS: | | | | | | | |
| Net Interest Margin | 5.17% | 5.26% | | | 5.20% | | |
| Efficiency Ratio | 79% | 81% | | | 78% | | |
| ALLL/Gross Loans | 1.25% | 1.25% | | | 1.18% | | |
| NPA/Gross Loans | - | - | | | - | | |
| Average Capital/Average Assets | 10% | 14% | | | 11% | | |

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