



For Immediate Release

United American Bank Reports 38% Jump in Net Profits in First Quarter of 2006

San Mateo Bank to Open New Branch in Q2'06

San Mateo, CA – April 25, 2006 – United American Bank (OTCBB: UABK) announced today that net profits rose a healthy 38.3% during the first quarter of 2006.

Along with the financial results for the quarter, John Schrup, President and Chief Executive Officer of United American Bank, announced that the Bank would expand its operation in the second quarter of 2006 by opening a new, full-service branch in Sunnyvale, CA.

“Our success in achieving early, uninterrupted profitability as a new bank in San Mateo County shows that Bay Area customers value the kind of first-tier, personal service we offer at United American Bank,” said Schrup. “As we expand our operation into the heart of the Silicon Valley, we will offer that same quality of customer service that has become the new standard in personal and business banking on the San Francisco Peninsula.”

The new branch, located at 333 West El Camino Real, Suite 150, in Sunnyvale, CA, is scheduled to open on May 30, 2006. It is the first branch office launched by United American Bank since opening for business in San Mateo, CA in June 2003.

As of March 31, 2006, United American Bank reported total assets of \$148.6, compared with \$140.4 million for prior quarter ended December 31, 2005, and \$98.0 million on March 31, 2005, reflecting a 5.8% growth for the quarter and 51.5% growth for the year.

Total deposits were reported to be \$127.4 million on March 31, 2006, compared with \$120.0 million for the previous quarter and \$86.2 million reported on March 31, 2005, showing 6.1% growth for the quarter and 47.7 % growth for the year.

The Bank reported total loans outstanding on March 31, 2006 of \$109.7 million, an increase of \$38.5 million, or 54.1%, over the \$71.2 million reported on March 31, 2005.

For the quarter ended on March 31, 2006, United American Bank reported an operating profit of \$361,475 compared with income from operations of \$261,325 for the quarter ended December 31, 2005, reflecting a 38.3% increase.

About United American Bank

United American Bank is a full service commercial bank. The Bank is dedicated to providing quality banking and financial services to businesses, professionals and individuals who prefer a high level of personalized client service and management. 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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United American Bank
Selected Financial Data
March 31, 2006

BALANCE SHEET

(Dollars in Thousands)

End of Period	Quarter	Quarter	Change		Quarter	Change	
	Ending	Ending	\$	%	Ending	\$	%
	3/31/06	3/31/05			12/31/05		
Total Assets	\$148,567	\$98,034	\$50,533	51.5%	\$140,425	\$8,142	5.8%
Total Loans	109,703	71,182	38,521	54.1%	107,409	2,294	2.1%
Total Deposits	127,366	86,236	41,130	47.7%	120,007	7,359	6.1%
Allowance for Loan Losses	1,375	900	475	52.8%	1,275	100	7.8%
Shareholders' Equity	19,796	11,541	8,255	71.5%	19,399	397	2.0%
Average							
Total Assets	143,184	89,214	53,970	60.5%			
Total Loans	105,056	68,074	36,982	54.3%			
Total Deposits	122,331	77,336	44,995	58.2%			
Shareholders' Equity	19,394	11,587	7,807	67.4%			

OPERATIONS (Quarter to Date)

Interest Income	2,705,416	1,345,807	1,359,609	101.0%
Interest Expense	<u>882,605</u>	<u>290,987</u>	<u>591,618</u>	203.3%
Net Interest Income	1,822,811	1,054,820	767,991	72.8%
Provision for loan losses	100,000	100,000	-	0.0%
Noninterest Income	33,159	55,632	(22,473)	-40.4%
Noninterest Expense	1,408,003	1,008,869	399,134	39.6%
Income tax benefit	<u>13,508</u>	<u>-</u>	<u>13,508</u>	-
Net Gain (Loss)	<u>361,475</u>	<u>1,583</u>	<u>359,892</u>	-

RATIOS

Net Interest Margin	5.26%	4.89%
Efficiency Ratio	81%	100%
ALLL/Gross Loans	1.25%	1.26%
NPA/Gross Loans	0	0
Average Capital/Average Assets	14%	13%