



For Immediate Release

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**United American Bank Reports Financial Results
for the Second Quarter 2009**

San Mateo, CA – July 24, 2009 – United American Bank (OTCBB: UABK), reported total assets of \$412.7 million at June 30, 2009 as compared to \$274.9 million at June 30, 2008. The increase in total assets represents growth of \$137.8 million, or 50.1 percent over the same date a year ago. Total assets have increased by \$34.6 million, or 9.1 percent during the second quarter of 2009 from the first quarter of 2009.

“We are pleased with the growth of total assets in our office network in the midst of the current economic slow down” noted John Schrup, President and Chief Executive Officer of United American Bank. “We continue to attract deposits in our communities, and with the stock offering we completed in the second quarter of 2008, and our participation in the Capital Purchase Program, we have the liquidity and the capital to be able to lend to our customers.”

The Bank reported total loans outstanding at June 30, 2009 of \$283.4 million, as compared to \$236.2 million reported at the end of the second quarter of the prior year. Loans outstanding represent an increase of \$47.2 million or 20.0 percent compared to loans outstanding as of June 30, 2008.

The Bank reported total deposits of \$357.7 million as of June 30, 2009, compared to total deposits of \$239.9 million and \$251.5 million at June 30, 2008, and December 31, 2008, respectively. The increase in deposits represents growth of \$117.8 million, or 49.1 percent relative to the June 30, 2008.

The Bank reported a net loss of \$1,914,000 for the first six months of 2009 as compared to a net loss of \$169,000 at the end of the second quarter in 2008. Mr. Schrup commented that “Our earnings have been impacted by a material decline in value of a number of credits and the decline in the interest rate environment. However, we believe our balance sheet to be solid, and that our earnings will improve once a stable economy returns” said Mr. Schrup.

About United American Bank

United American Bank is San Mateo County's newest 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.

BALANCE SHEET
(dollars in thousands)
End of Period

	Quarter	Quarter	Change		Quarter	Change	
	Ending 6/30/2009	Ending 6/30/2008	\$	%	Ending 3/31/2009	\$	%
Total Assets	\$ 412,679	\$ 274,911	\$ 137,768	50.1%	\$ 378,105	\$ 34,574	9.1%
Total Loans	283,394	236,240	47,154	20.0%	274,538	8,856	3.2%
Total Deposits	357,664	239,866	117,798	49.1%	320,413	37,251	11.6%
Allowance for Loan Losses	6,862	3,550	3,312	93.3%	5,653	1,209	21.4%
Shareholders' Equity	35,072	29,244	5,828	19.9%	36,945	(1,873)	-5.1%

Quarter Average

Total Assets	398,677	276,450	122,227	44.2%	336,698	\$ 61,979	18.4%
Total Loans	277,783	227,932	49,851	21.9%	274,506	3,277	1.2%
Total Deposits	340,708	245,680	95,028	38.7%	282,238	58,470	20.7%
Shareholders' Equity	36,816	24,412	12,404	50.8%	32,263	4,553	14.1%

OPERATIONS QUARTER TO DATE

Interest Income	\$ 4,290,421	\$ 4,584,777	\$ (294,356)	-6.4%	\$ 4,241,170	\$ 49,251	1.2%
Interest Expense	2,163,285	1,671,686	491,599	29.4%	1,858,979	304,306	16.4%
Net Interest Income	2,127,136	2,913,091	(785,955)	-27.0%	2,382,191	(255,055)	-10.7%
Provision for loan losses	2,400,000	700,000	1,700,000	242.9%	100,000	2,300,000	2300.0%
Noninterest Income	103,145	57,810	45,335	78.4%	78,195	24,950	31.9%
Noninterest Expense	3,182,366	2,584,693	597,673	23.1%	2,495,461	686,905	27.5%
Income Tax Expense (Benefit)	(1,438,000)	(145,000)	(1,293,000)		(65,500)	(1,372,500)	
Net Income	\$ (1,914,085)	\$ (168,792)	(1,745,293)	1034.0%	\$ (69,575)	(1,844,510)	2651.1%

RATIOS:

Net Interest Margin	2.22%	4.37%			3.00%
Efficiency Ratio	250.00%	111.00%			105.49%
ALLL/Gross Loans	2.42%	1.50%			1.67%
Nonperforming/Total Loans	5.49%	1.51%			1.07%
Average Capital/Average Assets	9.23%	8.83%			9.58%

