

# United Commerce Bancorp

Company Press Release Dated October 10, 2006

## **United Commerce Bancorp reports increased earnings for the third quarter of 2006.**

United Commerce Bancorp, the parent company for United Commerce Bank, reported increased earnings for the third quarter of 2006.

For the nine-months ended September 30, 2006 net income increased 22.8% to \$744,000 compared to \$606,000 for the comparable nine-month period of 2005. The company earned \$0.77 per share for the first nine months of 2006 compared to \$0.63 during the same period in 2005. Total assets at September 30, 2006 reached \$146 million, a \$4 million increase over one year ago. At September 30, 2006 total loans were \$125 million, up over \$7 million from September 30, 2005.

Thomas G. Risen, President and CEO, commented: “**Do you know where your money goes at night?** There are 12 banks doing business in our community, 9 of those banks are headquartered outside of Monroe County, with 5 being out of state and 1 is a Scottish bank!! Doing business with your local community bank really does make a difference. We make loans right here in town, helping keep our community growing and prospering. We are one of the leading providers of residential mortgage loans month after month and year after year. Our commercial loan portfolio has grown almost \$12 million during the last 12 months! As stated above we now have a total loan portfolio of \$125 million. This money has helped provide countless jobs right here in our community. **When you do business with your local community bank you know where your money goes at night----right here in town---making Bloomington a better place to live!**”

United Commerce Bancorp was formed May 31, 2005 and is the parent company of United Commerce Bank, which opened for business on January 31, 2000 and was the first new bank chartered in Bloomington in more than 100 years. United Commerce Bancorp trades on the OTC Bulletin Board under the symbol of UCBN. The book value of the stock was \$11.45 as of September 30, 2006, compared to \$10.51 one year ago. There are 965,333 shares outstanding, and the stock closed September 2006 at \$14.50 per share.

United Commerce Bancorp, 211 South College Avenue, Bloomington, IN  
[www.unitedcommercebank.com](http://www.unitedcommercebank.com)

Condensed Balance Sheet  
(in thousands)

	Sept. 30, 2006	Sept. 30, 2005
Cash and cash equivalents	\$ 4,981	\$ 8,614
Investment securities	12,270	12,021
Loans, net of allowance for losses	124,905	117,509
Premises and equipment	2,094	2,194
Other assets	<u>1,539</u>	<u>1,271</u>
<b>Total Assets</b>	<b>\$ 145,789</b>	<b>\$ 141,609</b>
Total deposits	126,900	130,591
Other liabilities	7,835	870
Total stockholders' equity	<u>11,054</u>	<u>10,148</u>
<b>Total Liabilities and Stockholders' Equity</b>	<b>\$ 145,789</b>	<b>\$ 141,609</b>

Condensed Statements of Operations  
(in thousands)

	3rd Qtr 2006	3rd Qtr 2005
Interest income	\$ 2,480	\$ 1,966
Interest expense	<u>1,292</u>	<u>843</u>
Net interest income	1,188	1,123
Provision for loan losses	0	83
Noninterest income	214	232
Noninterest expense	<u>900</u>	<u>914</u>
<b>Pre-tax Net Income</b>	<b>\$ 502</b>	<b>\$ 358</b>
Taxes	<u>182</u>	<u>123</u>
<b>Net Income</b>	<b>\$ 320</b>	<b>\$ 235</b>

	Y-T-D 2006	Y-T-D 2005
Interest income	\$ 6,933	\$ 5,374
Interest expense	<u>3,508</u>	<u>2,187</u>
Net interest income	3,425	3,187
Provision for loan losses	126	248
Noninterest income	579	639
Noninterest expense	<u>2,734</u>	<u>2,671</u>
<b>Pre-tax Net Income</b>	<b>\$ 1,144</b>	<b>\$ 907</b>
Taxes	<u>400</u>	<u>301</u>
<b>Net Income</b>	<b>\$ 744</b>	<b>\$ 606</b>