

United Commerce Bancorp

Company Press Release Dated January 28, 2008

Total assets at December 31, 2007 reached \$153 million. Total loans were \$134 million, up \$5 million from year end 2006. Net income for 2007 was \$812,000, or \$0.84 per share. This compares to net income of \$1,061,000 for 2006, or \$1.10 per share. The book value of United Commerce Bancorp stock was \$12.73 as of December 31, 2007, compared to \$11.80 one year ago, an increase of 8%. There are 965,333 shares outstanding, and the stock closed December 31, 2007 at \$14.90 per share.

Thomas G. Risen, Chairman, President and CEO, commented: “2007 was certainly a challenging year for the banking industry. The interest rate environment has stressed the net interest margin for most banks and United Commerce Bank was no exception. We were pleased, however, that our net interest income was up slightly in 2007 compared to 2006. As I mentioned in a press release last year, we have always maintained a very conservative credit underwriting discipline and our non-performing loans are minimal and continue to be a fraction of the local, state and peer averages. Based on the economic environment we took a conservative approach in 2007 increasing our provision expense by \$309,000 over 2006. Our loan loss reserve at year-end was 1.26% of total loans, compared to 1.02% one year ago. One other item of note for 2007, the FDIC increased assessment rates for insured banks which created additional expense of just over \$70,000 compared to prior year. We were extremely pleased to be the second leading mortgage lender in the market for 2007, with just over \$72 million of recorded mortgages in Monroe County. Even with this outstanding accomplishment, and basically due to local economic conditions, our income from the sale of loans in the secondary market was down almost \$132,000 from the previous year.”

“January 31, 2008 will mark our 8th anniversary. When we contemplated a new bank in Bloomington we wanted to make sure our community was the headquarters for a local community bank, a bank where the decisions were made here in town, and made by people who live and work in our community. United Commerce Bank is truly a local community bank. A vast majority of our shareholders live in Bloomington. All of our directors are local people and the policies they establish are designed to accommodate our community. Starting from scratch 8 years ago, United Commerce Bank has grown to the 4th largest bank out of the 13 that now serve Bloomington. We believe that our customer service is second to none and creates sustainable value for our shareholders. We appreciate your support and ask that you continue to recommend United Commerce Bank to your family, friends and neighbors.”

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.

United Commerce Bancorp, 211 South College Avenue, Bloomington, IN
www.unitedcommercebank.com

Condensed Balance Sheet
(in thousands)

	Dec. 31, 2007	Dec. 31, 2006
Cash and cash equivalents	\$ 3,270	\$ 6,009
Investment securities	12,237	11,925
Loans, net of allowance for losses	133,724	129,406
Premises and equipment	1,989	2,064
Other assets	<u>1,629</u>	<u>1,547</u>
Total Assets	\$ 152,849	\$ 150,951
Total deposits	133,174	134,375
Other liabilities	7,391	5,187
Total stockholders' equity	<u>12,284</u>	<u>11,389</u>
Total Liabilities and Stockholders' Equity	\$ 152,849	\$ 150,951

	Y-T-D 2007	Y-T-D 2006
Interest income	\$ 10,750	\$ 9,530
Interest expense	<u>5,960</u>	<u>4,892</u>
Net interest income	4,790	4,638
Provision for loan losses	435	126
Noninterest income	669	786
Noninterest expense	<u>3,828</u>	<u>3,683</u>
Pre-tax Net Income	\$ 1,196	\$ 1,615
Taxes	<u>384</u>	<u>554</u>
Net Income	\$ 812	\$ 1,061