

United Commerce Bancorp

Company Press Release Dated July 17, 2008

United Commerce Bancorp Releases Second Quarter 2008 Earnings

Total assets at June 30, 2008 reached \$162 million, compared to \$156 million one year ago, a \$6 million increase. Total loans increased \$14.5 million from June 30, 2007 to June 30, 2008, an increase of 11%. Net income for the second quarter of 2008 was \$222,000, compared to \$192,000 in first quarter of 2008 and \$235,000 in the second quarter of 2007. Year-to-date earnings were \$414,000 compared to \$425,000 last year. Earnings per share were \$0.43 for the first six months of 2008.

The book value of United Commerce Bancorp stock was \$13.08 as of June 30, 2008, compared to \$12.18 one year ago, an increase of 7.4%.

Thomas G. Risen, Chairman, President and CEO, commented: “The first half of 2008 has been a good period for United Commerce Bank. We have seen a substantial increase in loan volume, with our portfolio growing more than \$9 million. Our net interest income over the six month period was up \$285,000 over 2007, an increase of more than 12%. At the end of last year I stated 2007 was certainly a challenging year for the banking industry, and it appears that 2008 may be even more demanding. There have been countless articles written about the difficulties being experienced by many of the large national financial institutions with their loan and investment portfolios. I want to assure you that United Commerce Bank has maintained our conservative lending policies and dedication to serving our local markets. Through this approach United Commerce Bank continues to have minimal non-performing loans which are a fraction of the local, state and peer averages. I want to thank our board for their guidance, our staff for their hard work and dedication and our shareholders for their investment in our locally owned community bank.”

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 Sheets
(in thousands)

	June 30, 2008	June 30, 2007
Cash and cash equivalents	\$ 3,701	\$ 13,338
Investment securities	11,950	10,852
Loans, net of allowance for losses	142,915	128,370
Premises and equipment	1,974	2,049
Other assets	<u>1,922</u>	<u>1,583</u>
Total Assets	\$ 162,462	\$ 156,192
Total deposits	134,920	141,106
Other liabilities	14,913	3,324
Total stockholders' equity	<u>12,629</u>	<u>11,762</u>
Total Liabilities and Stockholders' Equity	\$ 162,462	\$ 156,192

Condensed Statements of Operations
(in thousands)

	2 nd Qtr 2008	2 nd Qtr 2007
Interest income	\$ 2,415	\$ 2,669
Interest expense	<u>1,075</u>	<u>1,502</u>
Net interest income	1,340	1,167
Provision for loan losses	150	68
Noninterest income	165	193
Noninterest expense	<u>1,026</u>	<u>973</u>
Pre-tax Net Income	\$ 329	\$ 319
Taxes	<u>107</u>	<u>84</u>
Net Income	\$ 222	\$ 235

	Y-T-D 2008	Y-T-D 2007
Interest income	\$ 4,965	\$ 5,282
Interest expense	<u>2,359</u>	<u>2,961</u>
Net interest income	2,606	2,321
Provision for loan losses	300	135
Noninterest income	361	331
Noninterest expense	<u>2,044</u>	<u>1,913</u>
Pre-tax Net Income	\$ 623	\$ 604
Taxes	<u>209</u>	<u>179</u>
Net Income	\$ 414	\$ 425