

United Commerce Bancorp

October 21, 2008

United Commerce Bancorp Releases Third Quarter 2008 Earnings

Total assets at September 30, 2008 reached \$171 million, compared to \$151 million one year ago, a \$20 million increase, or 13%. Total loans increased \$23 million from September 30, 2007 to September 30, 2008, an increase of 18%. Net income for the third quarter of 2008 was \$246,000, compared to \$191,000 in third quarter of 2007, an increase of 29%. Year-to-date earnings were \$661,000 compared to \$616,000 last year. Earnings per share were \$0.68 for the first nine months of 2008.

The book value of United Commerce Bancorp stock was \$13.35 as of September 30, 2008, compared to \$12.46 one year ago, an increase of 7.1%.

Thomas G. Risen, Chairman, President and CEO, commented, "Our recent ads state 'Your Deposits are Safe, Sound and Secure.' We say this because United Commerce Bank is a well capitalized, profitable, and financially sound community bank. In addition to our strengths as a financial institution your deposits are FDIC insured up to \$250,000 as an individual, with greater coverage on joint accounts, alternative ownerships, and IRAs. If you have any questions about the new FDIC coverages, please do not hesitate to contact one of our customer service representatives.

As you see above United Commerce Bank has experienced a good first nine months of 2008. Our conservative lending policies and dedication to serving our local markets has served us well during these tumultuous times. Our earnings results are evidence of the successful strategy of careful and deliberate loan growth using stringent loan underwriting practices. Through this approach United Commerce Bank continues to have minimal non-performing loans which are a fraction of the local, state and peer averages. As always, I invite you to help keep our community strong by doing business with your local 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.

Condensed Balance Sheet
(in thousands)

	Sept. 30, 2008	Sept. 30, 2007
Cash and cash equivalents	\$ 4,083	\$ 7,309
Investment securities	12,494	13,027
Loans, net of allowance for losses	151,065	127,621
Premises and equipment	1,944	2,024
Other assets	<u>1,790</u>	<u>1,684</u>
Total Assets	\$ 171,376	\$ 151,665
Total deposits	144,622	132,937
Other liabilities	13,871	6,699
Total stockholders' equity	<u>12,883</u>	<u>12,029</u>
Total Liabilities and Stockholders' Equity	\$ 171,376	\$ 151,665

Condensed Statements of Operations
(in thousands)

	3rd Qtr 2008	3rd Qtr 2007
Interest income	\$ 2,463	\$ 2,733
Interest expense	<u>1,080</u>	<u>1,520</u>
Net interest income	1,383	1,213
Provision for loan losses	150	150
Noninterest income	146	193
Noninterest expense	<u>1,009</u>	<u>964</u>
Pre-tax Net Income	\$ 370	\$ 292
Taxes	<u>124</u>	<u>101</u>
Net Income	\$ 246	\$ 191

	Y-T-D 2008	Y-T-D 2007
Interest income	\$ 7,427	\$ 8,015
Interest expense	<u>3,438</u>	<u>4,480</u>
Net interest income	3,989	3,535
Provision for loan losses	450	285
Noninterest income	508	523
Noninterest expense	<u>3,053</u>	<u>2,877</u>
Pre-tax Net Income	\$ 994	\$ 896
Taxes	<u>333</u>	<u>280</u>
Net Income	\$ 661	\$ 616