

## **Old Harbor Bank Announces Fourth Quarter 2006 Operating Results**

CLEARWATER, Fla. January 31, Barry K. Miller, Chairman and Chief Executive Officer of Old Harbor Bank, Clearwater, Florida (BULLETIN BOARD:OHBK), announced fourth quarter 2006 operating results. Net profit for the quarter was \$22,000 (\$.01 per share) compared to a profit of \$21,000 (\$.01 per share) for the same quarter in 2005. The year-to-date loss for 2006 was \$127,000 (\$.06 per share) compared to breakeven for the same period in 2005. The year-to-date 2006 results are approximately 19% better than the company's expectations. Consistent with the company's growth strategy, the company's 2006 results were impacted by the increased operating expenses relating to the three new offices that were opened subsequent to June 30, 2005. Also impacting earnings was a tightening in the net interest margin.

Total assets at December 31, 2006, were \$171 million, a \$54 million (46%) increase over the previous year. Total loans were \$131 million, a \$45 million (52%) increase and total deposits were \$147 million, a \$49 million (50%) increase.

Old Harbor Bank is a community bank, with total assets of \$171 million, which opened for business in July 2003. The bank provides commercial banking services to Pinellas, southwestern Pasco and northwestern Hillsborough Counties, Florida. Its headquarters office is located at 2605 Enterprise Road, Suite 100, Clearwater, Florida, and its telephone number is (727) 451-2265. Community Offices are located in Dunedin, Palm Harbor, Trinity and Belleair Bluffs, Florida.

This press release may contain 'forward-looking statements' that concern future events which are subject to risks and uncertainties. Any such statements are based on certain assumptions and analyses by the Bank and other factors it believes are appropriate in the circumstances. The Bank's actual results, events and developments may differ materially from those contemplated by any forward-looking statement.

OLD HARBOR BANK  
Clearwater, Florida

FINANCIAL HIGHLIGHTS

(Dollars in thousands, except per share figures)

	At	
	December 31,	December 31,
	<u>2006</u>	<u>2005</u>
Total assets	\$ 170,899	117,353
Loans, net	\$ 131,420	86,018
Deposits	\$ 147,050	97,938
Stockholders' equity	\$ 23,032	13,916
Book value per share	\$ 11.58	9.74
Number of common shares outstanding	1,989,024	1,428,800
	Three Months	Three Months
	Ended	Ended
	<u>12/31/2006</u>	<u>12/31/2005</u>
Interest income	\$ 2,856	1,755
Interest expense	<u>1,499</u>	<u>766</u>
Net interest income	1,357	989
Provision for loan losses	<u>176</u>	<u>72</u>
Net interest income after provision	1,181	917
Noninterest income	63	46
Noninterest expense	<u>1,200</u>	<u>925</u>
Earnings (loss) before income taxes	44	38
Income tax expense (benefit)	<u>22</u>	<u>17</u>
Net earnings (loss)	\$ <u>22</u>	\$ <u>21</u>
Per Share	\$ <u>.01</u>	\$ <u>.01</u>
	Year	Year
	Ended	Ended
	<u>12/31/2006</u>	<u>12/31/2005</u>
Interest income	\$ 9,764	5,953
Interest expense	<u>4,983</u>	<u>2,440</u>
Net interest income	4,781	3,513
Provision for loan losses	<u>573</u>	<u>443</u>
Net interest income after provision	4,208	3,070
Noninterest income	245	115
Noninterest expense	<u>4,632</u>	<u>3,175</u>
Earnings (loss) before income taxes	(179)	10
Income tax expense (benefit)	<u>(52)</u>	<u>10</u>
Net earnings (loss)	\$ <u>(127)</u>	\$ <u>0</u>
Per Share	\$ <u>(.06)</u>	\$ <u>.00</u>