



PRESS RELEASE

FOR IMMEDIATE RELEASE

**The Private Bank of the Peninsula Reports Financial Results
For Three Months Ending March 31, 2005**

Palo Alto, CA – April 20, 2005 – The Private Bank of the Peninsula, (OTCBB: PBPC), the newest full-service commercial bank on the mid-Peninsula, today announced its unaudited financial results for the first quarter ended March 31, 2005. The Bank reported a net loss of \$336,000, or \$0.18 per share, for the three months ended March 31, 2005. The first quarter result represented improvement of \$250,000, or 43%, compared to a net loss of \$586,000, or \$0.32 per share, in the same period one year ago.

“Our commitment to premiere banking service for local individuals, professionals, and businesses continues to produce improving financial results,” said James C. Wall, Chairman and Chief Executive Officer of The Private Bank of the Peninsula, “This past quarter represents solid improvement in the Bank’s efforts to achieve positive financial performance and create value for our shareholders.” The Private Bank of the Peninsula reported total assets at March 31, 2005 of \$60.9 million, compared to \$33.1 million on the same date one year ago, which represented an increase of \$27.8 million, or 84%. Total assets at March 31, 2005 represented growth of \$7.0 million, or 13%, over \$53.9 million at December 31, 2004.

The Bank’s total deposits increased \$29.7 million, or 177%, to \$46.5 million as of March 31, 2005, compared to total deposits of \$16.8 million as of March 31, 2004. The Bank reported total loans outstanding at March 31, 2005 of \$30.8 million, which represented an increase of \$24.3 million over \$6.5 million for the same date last year. Net interest income of \$464,000 for the quarter ended March 31, 2005 represented an increase of approximately \$382,000, over approximately \$82,000 reported for the same quarter one year earlier. Growth in net interest income was attributed to growth in average earning assets.

The Bank provided \$50,000 to the allowance for loan losses for the three months ended March 31, 2005, compared to \$47,000 provided in the same quarter one year earlier. At March 31, 2005, the allowance represented 1.34% of gross loans compared to 1.24% on the same date one year earlier. The Bank reported no non-performing assets at March 31, 2005.

Taken together, net interest income and non-interest income comprise total revenue of \$451,000 for the three months ended March 31, 2005 compared to \$65,000 for the same period one year earlier, representing an increase of \$386,000.

Operating expenses of \$786,000 for the quarter ended March 31, 2005 represented an increase of \$136,000, or 21%, compared to \$650,000 in the same quarter of 2004. The increase in operating expenses reflects the impact of expansion of the business. “We are pleased with the growth of the Bank and the resulting improvement in financial performance,” said William W. Phillips, Vice Chairman and Executive Vice President. “Our clients appreciate some of the best banking service they have ever experienced.”

About The Private Bank of the Peninsula: The Private Bank of the Peninsula is dedicated to meeting the complex financial needs of individuals, professionals, and local businesses. The Private Bank of the Peninsula provides a full complement of banking services delivered by experienced, professional bankers and some of the most current technology. Please visit The Private Bank of the Peninsula on the web at www.the-private-bank.com.

For further information contact: James
C. Wall, Chairman & CEO
650.843.2201
Jim.Wall@The-Private-Bank.com

Forward Looking Statement: Certain matters discussed in this press release constitute forward looking statements within the meaning of the Private Securities Litigation Reform Act of 1995, and are subject to the safe harbors created by that Act. These forward looking statements relate to the Company’s current expectations regarding future operating results and growth in loans, deposits, and assets. These forward looking statements are subject to certain risks and uncertainties that could cause the actual results, performance or achievements to differ materially from those expressed, suggested or implied by the forward looking statements. These risks and uncertainties include, but are not limited to: (1) the impact of changes in interest rates, a decline in economic conditions and increased competition among financial service providers on the Company’s results of operations, (2) the Company’s ability to continue its internal growth rate, (3) the Company’s ability to build net interest spread, (4) the quality of the Company’s earning assets, and (5) government regulations.

#####