

CALWEST BANCORP ANNOUNCES FINANCIAL RESULTS AS OF SEPTEMBER 30, 2015

Company Release – October 16, 2015

Year-to-Date Net Income of \$295,000

Non-Performing Assets as a percentage of Total Assets at 0.27%

Tier 1 Leverage Capital and Total Risk Based Capital Ratios at 6.54% and 13.41%

IRVINE, California – CalWest Bancorp (OTCBB: CALW), the holding company for South County Bank N.A., today announced the consolidated financial results as of September 30, 2015.

Significant items for the quarter and year-to-date periods include:

- At the Bank level, year-to-date Net Income reached \$409,000
- Loans increased 6.8% quarter-over-quarter, resulting in the ALLL ratio at 4.3%
- Non-performing loans decreased 57% quarter-over-quarter and now total only \$370,000
- All loans, including all non-performing loans are paying as-agreed, no delinquent payments
- Total deposits increased 3.8% year-to-date, non-interest bearing deposits increased to 41% of total deposits and cost-of-deposits improved to 0.36%

“Results for the third quarter of FY 2015 are encouraging as new loan production has improved, pay-offs have slowed and we are now experiencing a net increase in loans”, noted Glenn Gray, President and CEO of CalWest Bancorp and South County Bank. “With our low cost-of-funds, reduced operating expenses, very few non-accruing loans, and net loan growth, the Bank is in an improved position.”

CalWest Bancorp is the parent company of South County Bank, a community bank recognized for its exemplary service to entrepreneurs, high net worth individuals and non-profit organizations located throughout Southern California. The Bank serves the business community through its four branches located in Rancho Santa Margarita, Irvine, Huntington Beach and Redlands.

Contact:

CalWest Bancorp
Najam Saiduddin
EVP / Chief Financial Officer
949.766.3006
nsaiduddin@southcountybank.com

Source: CalWest Bancorp

This release may contain certain forward-looking statements that are based on management's current expectations regarding economic, legislative, and regulatory issues that may impact Bancorp's earnings in future periods. Forward-looking statements can be identified by the fact that they do not relate strictly to historical or current facts. They often include the words "believe," "expect," "intend," "estimate" or words of similar meaning, or future or conditional verbs such as "will," "would," "should," "could" or "may." Factors that could cause future results to vary materially from current management expectations include, but are not limited to, general economic conditions, the economic uncertainty in the United States and abroad, changes in interest rates, deposit flows, real estate values, expected future cash flows on acquired loans, and competition; changes in accounting principles, policies or guidelines; changes in legislation or regulation; and other economic, competitive, governmental, regulatory and technological factors affecting Bancorp's operations, pricing, products and services. Bancorp undertakes no obligation to release publicly the result of any revisions to these forward-looking statements that may be made to reflect events or circumstances after the date of this press release or to reflect the occurrence of unanticipated events.

CalWest Bancorp Financial Summary

	UNAUDITED			UNAUDITED		
	At or For the Three Months			At or For the Nine Months		
	Ended September 30,			Ended September 30		
	2015	2014	% Change	2015	2014	% Change
Summary of Operations: (In thousands \$)						
Interest income	\$ 1,031	\$ 1,130	-8.8%	\$ 3,260	\$ 3,495	-6.7%
Interest expense	155	161	-3.7%	463	512	9.6%
Net interest income	876	969	-9.6%	2,797	2,983	-6.2%
Provision for loan losses	(51)	(333)	100.0%	(443)	(333)	100.0%
Net interest income (loss) after provision for loan losses	927	1,302	-28.8%	3,240	3,316	-2.3%
Non-interest income	269	216	24.5%	769	1,220	-37.0%
Non-interest expense	1,186	1,410	-15.9%	3,712	4,213	-11.9%
Income before income taxes	10	108	90.7%	297	323	-8.0%
Income taxes	-	-	0.0%	2	2	0.0%
Net Income (Loss)	\$ 10	\$ 108	90.7%	\$ 295	\$ 321	-8.1%

	UNAUDITED		
	At or For the Nine Months		
	Ended September 30,		
	2015	2014	% Change
Balance Sheet Summary: (In thousands \$)			
Cash and Due From	\$ 3,850	\$ 4,242	-9.2%
Interest Bearing Deposits in other banks	14,428	14,680	-1.7%
Investment securities	43,576	44,464	-2.0%
Fed Funds Sold	8,040	9,440	-14.8%
Loans, net of deferred fees	61,787	63,331	-2.4%
Allowance for loan losses & Leases ("ALLL")	(2,652)	(2,689)	-1.4%
Net Loans	59,135	60,642	-2.5%
Other Real Estate Owned	-	79	0.0%
Company Owned Life Insurance	6,500	6,312	3.0%
Federal Reserve Bank and Federal Home Loan Bank Stock	1,083	1,067	1.5%
Other Assets	1,397	528	164.6%
Total Assets	\$ 138,009	\$ 141,454	-2.4%
Non-Interest Bearing Deposits	\$ 52,834	\$ 46,041	14.8%
Interest Bearing Deposits	75,521	86,858	-13.1%
Total Deposits	128,355	132,899	-3.4%
Subordinated Debentures and Notes	3,698	3,698	0.0%
Accrued Interest and other Liabilities	1,241	1,096	13.2%
Total shareholders' equity	4,715	3,761	25.4%
Total Liabilities and Shareholders Equity	\$ 138,009	\$ 141,454	-2.4%

	UNAUDITED		
	2015	2014	% Change
Selected Data (In thousands \$) and Ratios:			
Non-performing loans	\$ 370	\$ 384	-3.6%
30 - 120 Days delinquent loans	\$ -	\$ 8	-100.0%
Texas ratio	3.19%	4.10%	-22.2%
Return on average assets	0.29%	0.29%	0.6%
Return on average shareholders equity	8.34%	11.38%	-26.7%
Net interest margin	3.14%	3.17%	-0.9%
Cost of deposits	0.36%	0.38%	-5.3%
ALLL to loans ratios	4.29%	4.25%	1.1%
ALLL to non-performing loans	716.76%	700.26%	2.4%
Net loans to deposits ratio	46.07%	45.63%	1.0%
Shareholders' equity to assets	3.42%	2.66%	28.5%
Bank leverage capital ratio	6.54%	5.65%	15.8%
Common tier 1 capital ratio	12.13%	11.66%	4.0%
Bank total risk based capital ratio	13.41%	12.94%	3.6%
Employees (full time equivalent) (Not in thousands)	32	37	-13.5%