

CALWEST BANCORP ANNOUNCES FINANCIAL RESULTS AS OF JUNE 30, 2015

Company Release – August 6, 2015

Second Quarter Net Profit of \$250,000

Non-Performing Assets as a percentage of Total Assets at 0.62%

OREO Assets remain at \$-0-

Tier 1 Leverage Capital and Total Risk Based Capital Ratios at 6.61% and 13.59%

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

Significant items for the periods ending include:

- Loans decreased 12.5% quarter-over-quarter due to a high level of refinancing activity and the scheduled pay-off of a large construction loan, resulting in the allowance to loan loss ratio increasing to 4.57%
- Non-performing loans increased by \$229,000 quarter-over-quarter, however subsequent to quarter end they have declined by 54%; all non-performing loans are paying-as-agreed
- Total deposits increased 5.5% quarter-over-quarter, non-interest bearing deposits increased to 39% of total deposits and cost-of-deposits improved to 0.36%
- Non-interest expenses were 10% lower year-over-year

“Results for the second quarter of FY 2015 were mixed; new loan production could not offset loan pay-offs, but we recovered \$190,000 from a formerly written-off loan”, noted Glenn Gray, President and CEO of CalWest Bancorp and South County Bank. “In an effort to increase loan production, Skip Burrows has joined the Bank as Senior Vice President and the Manager of the Commercial Real Estate Division.”

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.

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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 Six Months	
	Ended June 30,			Ended June 30	
	2015	2014	% Change	2015	2014
Summary of Operations: (In thousands \$)					
Interest income	\$ 1,178	\$ 1,142	3.2%	\$ 2,229	\$ 2,365
Interest expense	153	187	-18.2%	308	351
Net interest income	1,025	955	7.3%	1,921	2,014
Provision for loan losses	(269)	-	100.0%	(392)	-
Net interest income (loss) after provision for loan losses	1,294	955	35.5%	2,313	2,014
Non-interest income	214	315	-32.1%	500	1,004
Non-interest expense	1,256	1,313	-4.3%	2,526	2,803
Income before income taxes	252	(43)	686.0%	287	215
Income taxes	2	2	0.0%	2	2
Net Income (Loss)	\$ 250	\$ (45)	655.6%	\$ 285	\$ 213

Per Share Data: (Not in thousands \$)

Income (Loss) per share - basic	\$ 0.10	\$ (0.02)	\$ 0.11	\$ 0.08
Shares outstanding - basic	2,521,488	2,521,488	2,521,488	2,521,488

	UNAUDITED		
	At or For the Six Months		
	Ended June 30,		
	2015	2014	% Change
Balance Sheet Summary: (In thousands \$)			
Cash and Due From	\$ 5,687	\$ 5,748	-1.1%
Interest Bearing Deposits in other banks	16,440	3,580	359.2%
Investment securities	44,599	45,225	-1.4%
Fed Funds Sold	10,080	13,650	-26.2%
Loans, net of deferred fees	57,832	66,919	-13.6%
Allowance for loan losses ("ALL")	(2,644)	(2,883)	-8.3%
Net Loans	55,188	64,036	-13.8%
Other Real Estate Owned	-	-	0.0%
Company Owned Life Insurance	6,452	6,266	3.0%
Federal Reserve Bank and Federal Home Loan Bank Stock	1,083	1,050	3.1%
Other Assets	1,444	1,093	32.1%
Total assets	\$ 140,973	\$ 140,648	0.2%
Non-Interest Bearing Deposits	\$ 50,897	\$ 45,066	12.9%
Interest Bearing Deposits	80,680	87,128	-7.4%
Total deposits	131,577	132,194	-0.5%
Subordinated Debentures and Notes	3,698	3,698	0.0%
Accrued Interest and other Liabilities	1,227	1,067	15.0%
Total shareholders' equity	4,471	3,689	21.2%
Total Liabilities and Shareholders Equity	\$ 140,973	\$ 140,648	0.2%

Selected Data (In thousands \$) and Ratios:

	2015	2014	% Change
Non-performing Loans	\$ 870	\$ 759	14.6%
30 - 120 Days Delinquent Loans	\$ -	\$ 19	-100.0%
Texas Ratio	7.69%	7.13%	7.9%
Return on average assets	0.37%	-0.13%	-391.7%
Return on average shareholders equity	11.18%	-4.88%	-329.2%
Net interest margin	3.81%	3.03%	25.7%
Cost of Deposits	0.36%	0.39%	-7.7%
ALL to loans ratios	4.57%	4.31%	6.1%
Net loans to deposits ratio	41.94%	48.44%	-13.4%
Bank leverage capital ratio	6.61%	5.89%	12.2%
Common Tier 1 Capital ratio	12.31%	11.35%	8.5%
Bank total risk based capital ratio	13.59%	12.64%	7.5%
Employees (full time equivalent) (Not in thousands)	32	37	-13.5%

