

Old Harbor Bank Announces Third Quarter 2006 Operating Results and Opening of New Office

CLEARWATER, Fla. October 10, Barry K. Miller, Chairman and Chief Executive Officer of Old Harbor Bank, Clearwater, Florida (BULLETIN BOARD:OHBK) announced today third quarter 2006 operating results and the opening of its fifth office. This office is located in Belleair Bluffs, Pinellas County, Florida.

Net profit for the quarter was \$28,000 (\$.01 per share) compared to a profit of \$51,000 (\$.04 per share) for the same quarter in 2005. The year-to-date loss for 2006 was \$149,000 (\$.07 per share) compared to a loss of \$21,000 (\$.01 per share) for the same period in 2005. The year-to-date 2006 results are approximately 28% better than the company's expectations. The company's 2006 results have been impacted by the increased operating expenses relating to the three new offices that were opened subsequent to June 30, 2005.

Total assets at September 30, 2006, were \$159 million, a \$44 million (38%) increase over the previous year. Total loans were \$117 million, a \$39 million (50%) increase and total deposits were \$129 million, a \$33 million (35%) increase.

Old Harbor Bank is a community bank, with total assets of \$159 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	
	September 30,	September 30,
	<u>2006</u>	<u>2005</u>
Total assets	\$ 159,074	114,874
Loans, net	\$ 117,361	77,960
Deposits	\$ 128,848	95,479
Stockholders' equity	\$ 22,918	13,980
Book value per share	\$ 11.53	9.78
Number of common shares outstanding	1,987,578	1,428,800
	Three Months	Three Months
	Ended	Ended
	<u>9/30/2006</u>	<u>9/30/2005</u>
Interest income	\$ 2,657	1,626
Interest expense	<u>1,416</u>	<u>673</u>
Net interest income	1,241	953
Provision for loan losses	<u>102</u>	<u>31</u>
Net interest income after provision	1,139	922
Noninterest income	82	28
Noninterest expense	<u>1,170</u>	<u>866</u>
Earnings before income taxes	51	84
Income tax expense	<u>23</u>	<u>33</u>
Net earnings	\$ <u>28</u>	<u>51</u>
Per Share	\$ <u>.01</u>	<u>.04</u>
	Nine Months	Nine Months
	Ended	Ended
	<u>9/30/2006</u>	<u>9/30/2005</u>
Interest income	\$ 6,908	4,198
Interest expense	<u>3,484</u>	<u>1,674</u>
Net interest income	3,424	2,524
Provision for loan losses	<u>397</u>	<u>371</u>
Net interest income after provision	3,027	2,153
Noninterest income	182	69
Noninterest expense	<u>3,432</u>	<u>2,250</u>
Earnings (loss) before income taxes	(223)	(28)
Income tax expense (benefit)	<u>(74)</u>	<u>(7)</u>
Net earnings (loss)	\$ <u>(149)</u>	<u>(21)</u>
Per Share	\$ <u>(.07)</u>	<u>(.01)</u>