



**FOR IMMEDIATE RELEASE**

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**Premier Valley Bank Announces 63% Increase in 2011 Earnings**

FRESNO, CALIFORNIA...October 20, 2011 ... Premier Valley Bank (OTC Markets PVLY) today announced its third quarter and year to date 2011 financial results. Earnings for the third quarter of 2011 were \$1.18 million, or \$.09 per share, compared to \$1.53 million, or \$.12 per share, for the second quarter of 2011, and up 37% from \$859 thousand, or \$.07 per share, for the third quarter of 2010. For the first nine months of 2011, net income was \$3.86 million, or \$0.30 per share, up 63% from \$2.37 million, or \$0.19 per share, for the first nine months of 2010. As of September 30, 2011, total assets stood at \$511 million, compared to \$472 million at December 31, 2010 and \$480 million at September 30, 2010. At the end of the third quarter of 2011, loans outstanding were \$353 million, compared to \$363 million at the end of the third quarter of 2010, and deposits totaled \$436 million, compared to \$408 million at September 30, 2010. Shareholders' equity at September 30, 2011 was over \$64 million, representing a very strong capital ratio of approximately 13% of total assets.

J. Mike McGowan, President and Chief Executive Officer, stated, "It almost sounds like a broken record to report that the low interest rate environment is extended and economic conditions remain unsettled. Additionally, the rising costs of recent legislative and regulatory burdens are astounding. Even though the landscape and livelihood of our business continues to change, our mission of serving our customers, shareholders and communities has not. Premier Valley Bank continues to perform very well during these challenging times."

Premier Valley Bank is a full service bank known as "*THE*" Business and Professional Bank in Central California and "*THE*" Community Bank Serving the Sierra. The Bank's Directors are Jerry E. Cook; Mateo F. De Soto, M.D.; Surinder P. Dhillon, M.D.; Linda F. East; Richard H. Lehman; Michael S. Mathiesen; J. Mike McGowan; Thomas G. Richards; and Joe Williams.

Cautionary Statement: This release may contain certain forward-looking statements which are not historical facts and may pertain to future operating results. These forward-looking statements are within the meaning of the Private Securities Litigation Reform Act of 1995. Any such statements are subject to risks and uncertainties that could cause the Bank's actual results to be materially different from the results discussed herein. These risks and uncertainties include those related to the economic environment particularly in the region where Premier Valley Bank does business, competitive products and pricing, general interest rate changes, the fiscal and monetary policies of the United States Government, credit risk management, regulatory actions, and other risks and uncertainties. Words such as "anticipate," "believe," "estimate," "expect," "should," "intend," "project," and words or phrases of similar meaning are intended to identify forward-looking statements.

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