



SUNWEST BANK AND SUBSIDIARIES
 CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION - UNAUDITED
 (Dollars in thousands)

	September 30, 2007	December 31, 2006
ASSETS		
Cash and due from banks	\$ 10,616	\$ 15,846
Fed funds sold, mutual funds and interest bearing deposits	60,109	71,964
Total cash and cash equivalents	70,725	87,810
Securities, available for sale ("AFS"), at fair value	78,969	64,343
Loans, net of deferred fees	148,410	138,201
Allowance for loan losses	(2,437)	(2,351)
Net loans	145,973	135,850
Investment in Federal Home Loan Bank ("FHLB") stock	1,149	1,105
Premises and equipment, net	732	1,016
Bank-owned life insurance	9,143	8,832
Other assets	2,201	2,025
Total Assets	\$ 308,892	\$ 300,981
LIABILITIES AND SHAREHOLDERS' EQUITY		
Liabilities:		
Demand deposits	\$ 152,626	\$ 154,398
Money market and savings accounts	93,962	89,271
Time deposits	16,434	13,203
Total deposits	263,022	256,872
FHLB advances	5,375	5,375
Accounts payable and other liabilities	3,264	3,080
Total Liabilities	271,661	265,327
Commitments and contingencies	-	-
 Shareholder's Equity		
Preferred stock, no par value: 5,000,000 shares authorized, no shares issued and outstanding at September 30, 2007 or December 31, 2006	-	-
Common stock, no par value: 30,000,000 shares authorized, 17,264 and 17,263 shares issued and outstanding at September 30, 2007 and December 31, 2006, respectively	27,838	27,739
Retained earnings since November 30, 2002	9,267	7,745
Accumulated other comprehensive income, net of tax	126	170
Total Shareholders' Equity	37,231	35,654
Total Liabilities and Shareholders' Equity	\$ 308,892	\$ 300,981



SUNWEST BANK AND SUBSIDIARIES
 UNAUDITED CONSOLIDATED STATEMENTS OF INCOME
 (Dollars in thousands, except per share amounts)

	For the Quarter Ended September 30,		For the Nine Months Ended September 30,	
	2007	2006	2007	2006
Interest income				
Loans.....	\$ 3,017	\$ 3,212	\$ 8,658	\$ 9,446
Securities, AFS	1,016	729	2,908	2,003
Fed funds sold and mutual funds	694	1,027	2,370	2,973
Total interest income.....	<u>4,727</u>	<u>4,968</u>	<u>13,936</u>	<u>14,422</u>
Interest expense				
Deposits	701	437	1,972	1,062
Borrowings.....	61	61	179	179
Total interest expense.....	<u>762</u>	<u>498</u>	<u>2,151</u>	<u>1,241</u>
Net interest income	3,965	4,470	11,785	13,181
Provision for loan losses	-	-	-	-
Net interest income after provision for loan losses.....	<u>3,965</u>	<u>4,470</u>	<u>11,785</u>	<u>13,181</u>
Noninterest income:				
Deposit charges.....	108	120	322	390
Net gain (loss) from sales of securities .	86	-	86	(398)
Other income.....	134	61	387	117
Total noninterest income.....	<u>328</u>	<u>181</u>	<u>795</u>	<u>109</u>
Noninterest expense:				
Compensation and benefits	1,501	1,535	4,572	4,759
Occupancy and depreciation	474	555	1,474	1,663
Customer service.....	656	996	2,237	2,867
Professional services	291	180	606	508
Other expenses	508	464	1,679	1,461
Total noninterest expense.....	<u>3,430</u>	<u>3,730</u>	<u>10,568</u>	<u>11,258</u>
Income before taxes	863	921	2,012	2,032
Income taxes	177	291	490	691
Net income.....	<u>\$ 686</u>	<u>\$ 630</u>	<u>\$ 1,522</u>	<u>\$ 1,341</u>
Net income per share:				
Basic.....	\$ 39.74	\$ 36.56	\$ 88.16	\$ 77.86
Diluted	\$ 39.59	\$ 36.37	\$ 87.88	\$ 77.42
Shares used to compute:				
Basic net income per share.....	17,264	17,230	17,264	17,224
Diluted net income per share.....	17,328	17,320	17,319	17,320