

SHAREHOLDER RELATIONS

The stock of Bank On It, Inc. (parent company of Community Bank of San Joaquin) is listed on the Over-The-Counter Bulletin Board (OTCBB) exchange. If you are interested in buying or selling Bank On It, Inc. stock, please contact one of the market makers listed.

Stock Exchange:

Over-The-Counter Bulletin Board (OTCBB)

Ticker Symbol:

BKOT

Market Makers:

Hill Thompson Magid & Co., Inc.
Lisa Lee
(866) 291-6316

Hoefer & Arnett, Inc.
Dave Bonaccorso
(800) 346-5544, ext. 723

Monroe Securities, Inc.
Russell F. Feltes
(312) 327-2535, ext. 37

Wedbush Morgan Securities, Inc.
Joey Warmenhoven
(800) 569-2138

Additional Information:

You may obtain information about the buy/sell activity of our stock through these web sites:
www.cbsjbank.com/shareholders
www.otcbb.com

Bank Contact:

Jane Butterfield
CEO, President
(209) 956-7000
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QUARTERLY REPORT JUNE 30, 2006 *Bank On It, Inc.*



CONSOLIDATED BALANCE SHEETS

(Unaudited) as of June 30

	2006	2005
Assets		
Cash and due from banks	\$ 5,059,157	\$ 4,489,891
Federal funds sold & money market investments	<u>13,280,000</u>	<u>2,115,000</u>
Cash and cash equivalents	18,339,157	6,604,891
Certificates of deposit in other financial institutions	1,598,000	4,794,000
Investment securities	21,944,415	23,309,963
Loans, net of reserves for possible loan losses of \$1,234,640 and \$1,090,000	74,763,626	83,879,949
Accrued interest receivable	665,517	517,034
Bank premises and equipment, net	539,533	464,341
Other assets	<u>930,915</u>	<u>1,267,358</u>
Total Assets	<u>\$118,781,163</u>	<u>\$120,837,536</u>
Liabilities		
Demand deposits	\$ 15,721,788	\$ 16,986,271
Interest-bearing checking	10,883,972	11,659,765
Money market checking	16,661,152	19,810,030
Savings deposits	5,523,555	6,514,480
Time deposits	<u>50,940,218</u>	<u>49,665,465</u>
Total Deposits	99,730,685	104,636,011
Trust preferred subordinated debentures	4,124,000	-
Other borrowings	-	2,500,000
Accrued interest payable	662	1,132
Other Liabilities	<u>732,181</u>	<u>1,241,775</u>
Total Liabilities	<u>104,587,528</u>	<u>108,378,918</u>
Stockholders' Equity		
Common Stock	13,001,902	11,488,000
Unrealized loss on securities	(290,124)	(91,330)
Accumulated profit	811,337	367,617
Current income	<u>670,520</u>	<u>694,331</u>
Total Stockholders' Equity	<u>14,193,635</u>	<u>12,458,618</u>
Total Liabilities & Stockholders' Equity	<u>\$118,781,163</u>	<u>\$120,837,536</u>

CONSOLIDATED STATEMENTS OF OPERATIONS

(Unaudited) for six months ended June 30

	2006	2005
Interest income		
Investment interest income	\$ 833,365	\$ 566,091
Loan interest income	<u>3,048,607</u>	<u>2,739,076</u>
Total interest income	3,881,972	3,305,167
Interest expense		
Interest expense on deposits	\$ 993,830	\$ 590,217
Interest expense on borrowings	<u>30,616</u>	<u>13,695</u>
Total interest expense	1,024,446	603,912
Net interest income	2,857,526	2,701,255
Provision for loan losses	<u>95,500</u>	<u>114,571</u>
Net interest income after provision for loan losses	2,762,026	2,586,684
Other income		
Fee income	156,013	134,179
Income from trust operations	147,361	147,218
Gains from sale of loans	82,608	47,869
Other income	1,057	(939)
Operating expenses		
Salaries and employee benefits	1,170,808	987,989
Occupancy	142,880	135,688
Other operating expenses	<u>752,957</u>	<u>652,603</u>
Total operating expenses	2,066,645	1,776,280
Net income before income tax	1,082,420	1,138,731
Income tax expense	<u>411,900</u>	<u>444,400</u>
Net Income	<u>\$ 670,520</u>	<u>\$ 694,331</u>
Net Income Per Share-Basic*	\$ 0.53	\$ 0.58
Net Income Per Share-Diluted*	\$ 0.50	\$ 0.54
Return on Average Assets	1.13 %	1.18 %
Return on Equity	9.72 %	11.56 %

* Per share amounts adjusted for 5% stock dividend issued in December 2005.

BOARD OF DIRECTORS

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Community Bank of San Joaquin

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Community Bank of San Joaquin

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Past Chairman and Consultant
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and Specialty Truck Parts, Inc.
of San Jose

BANK EXECUTIVE OFFICERS

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Chief Executive Officer

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Executive Vice President
Manager of Information Systems

Marti Denk
Executive Vice President
Chief Operating Officer

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Co-owner
R. & J. Dondero, Inc.

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President
Ace Tomato Company and
Lagorio Communications
Company

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Community Bank of San Joaquin

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