

– Locations –

San Francisco

One Montgomery Street
Suite 2300
San Francisco, CA 94104
415.229.8400

San Rafael

999 5th Avenue
Suite 300
San Rafael, CA 94901
415.456.6000

Santa Rosa

703 2nd Street
Suite 210
Santa Rosa, CA 95404
707.293.2950

Walnut Creek

1850 Mt. Diablo Boulevard
Suite 640
Walnut Creek, CA 94596
925.287.7880

Ticker Symbol: PDOB

www.presidiobank.com



Quarterly Report

**Period ended
September 30, 2009**

Board of Directors

Craig F. Andersen
Paula Collins
Michael A. Covarrubias
Alison Davis
Stephen G. Heitel
Robert B. Leet
Stephen D. Mayer
Gregory J. Moss
James R. Woolwine

Management Team

James R. Woolwine, Chairman & CEO
Stephen G. Heitel, President
Todd Allen, EVP & President, North Bay
Fred Bailard, EVP & Manager,
Cash Management Solutions
Mary Leonard-Wilson, EVP & CCO
Edward J. Murphy, EVP & CFO
Vern Padgett, EVP & President, East Bay
Sherry A. Price, EVP & COO

Forward Looking Statements

This letter includes forward-looking statements, which are not historical facts and pertain to future operating results. These forward-looking statements are intended to be covered by the safe harbor provisions for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995.

These forward looking statements are subject to significant business, economic, and competitive uncertainties and contingencies, many of which are beyond our control. Accordingly, actual results may differ materially from anticipated results.



**PRESIDIO
BANK**



PRESIDIO BANK
Third Quarter Report - September 30, 2009
Condensed Balance Sheet
(Unaudited)

Assets

Cash and due from banks	\$ 18,361,754	\$ 1,679,141
Overnight Investments	7,020,000	19,680,000
Cash and cash equivalents	25,381,754	21,359,141
Investment Securities	6,043,710	2,036,550
Total Loans	195,726,034	179,823,883
Less: allowance for loan losses	(4,393,000)	(2,676,000)
Net loans	191,333,035	177,147,883
Premises and equipment, net	983,361	1,010,498
Other assets and interest receivable	1,010,547	1,135,820

Total assets

	September 30, 2009	September 30, 2008
Total assets	\$224,752,407	\$202,689,892

Liabilities and Shareholders' Equity

Demand deposits	\$ 47,046,250	\$ 21,880,630
Money market	81,941,051	82,814,833
Interest checking	23,194,611	15,876,816
Savings	234,146	275,251
Time deposits	36,204,057	27,831,803
Total Deposits	188,620,114	148,679,333
Other liabilities and interest payable	8,428,295	22,957,890

Total liabilities

Total liabilities	197,048,409	171,637,223
Total shareholder's equity	27,703,998	31,052,669
Total liabilities and equity	\$224,752,407	\$202,689,892

Condensed Statement of Operations
(Unaudited)

Interest and fees on loans	\$ 7,235,769	\$ 5,488,013
Interest on investments	112,438	1,016,080
Total interest income	7,348,208	6,504,093
Deposit interest expense	1,433,816	2,008,088
Net interest income	5,914,392	4,496,005
Provision for loan losses	1,417,877	1,608,000
Net interest income after provision	4,496,515	2,888,005
Other operating income	173,720	233,354
Salaries and benefits	4,793,296	4,515,228
FF&E and occupancy expense	702,790	734,853
Other	1,972,906	1,460,914
Total operating expenses	7,468,992	6,710,996
Income before income taxes	(2,798,757)	(3,589,637)
Provision for income taxes	0	0
Net income	\$ (2,798,757)	\$ (3,589,637)

For the Nine Months Ended September 30, 2009

For the Nine Months Ended September 30, 2008

	September 30, 2009	September 30, 2008
Book value per share	\$6.93	\$7.76
Equity to Assets	12.33%	15.32%
Nonperforming assets to assets	0.23%	0.00%
Loan loss reserves to loans	2.24%	1.49%

