



For Immediate Release
March 26, 2013

CENTERPOINTE COMMUNITY BANK REPORTS 2012 EARNINGS

HOOD RIVER, OREGON: CenterPointe Community Bank (OTCBB: CENP), headquartered in Hood River, Oregon, announced 2012 fiscal year net income of \$679,000 before tax benefit; and net income of \$1,161,000 after recognizing a \$482,000 tax benefit resulting from reversal of the Bank's deferred tax valuation allowance.

Financial Highlights:

- Total Assets \$102.0 million – up 27.2% year over year
- Gross Loans \$62.6 million – up 9.0% year over year.
- Total Deposits \$92.5 million – up 36.0% year-to-date.
- Net Interest Margin 5.10% - down 12 basis points
- Excellent Asset Quality – no loan delinquencies; no non-accrual loans; no other real estate owned.
- Bank remains “Well Capitalized” – as measured by regulatory guidelines.

Mahlon Vigesaa, President and Chief Executive Officer commented, “CenterPointe Community Bank enjoyed another successful year of respectable growth and profitability. While our net interest margin declined due to the continuing low rate economic environment, it still compares very favorably to our peers. CenterPointe is in its sixth operating year and is well positioned to accommodate the financial needs of the businesses, families and communities within the Columbia River Gorge region.

Bob Coleman, Executive Vice President and Chief Financial Officer, added, “As a result of nine consecutive quarters of profitability, the Bank was able to recognize a reversal of its deferred tax asset valuation allowance resulting in an annual income tax benefit in the amount of \$482,000 for 2012. In addition, the Bank's year end book value was \$7.99 per share, representing an increase of \$1.05 per share, or 15.13%, compared to 2011 year end book value per share of \$6.94.

ABOUT CENTERPOINTE COMMUNITY BANK

CenterPointe Community Bank (OTCBB: CENP) is a Columbia River Gorge based, State of Oregon chartered and FDIC insured community bank. Initially opened September 2007, the Bank is headquartered in Hood River, Oregon, with a second full service branch office located in The Dalles, Oregon. CenterPointe Community Bank is the only local community bank headquartered in the Columbia River Gorge region. Its designated service area encompasses Wasco and Hood River counties in Oregon, and Klickitat County in Washington State.

DISCLOSURE REGARDING FORWARD-LOOKING STATEMENTS

This press release may include forward-looking statements about CenterPointe Community Bank that are intended to be covered under the “Safe-Harbor” provisions of Federal securities laws and which management believes are a benefit to shareholders and the general public. These statements are necessarily subject to risk and uncertainty and actual results could differ materially from a given forward-looking statement. The reader should not place undue reliance on forward-looking statements and we undertake no obligation to update any such statements. We make forward-looking statements in this press release about the prospects for earnings growth, deposit and loan growth, capital levels, the effective management of our credit quality, the collectability of loans that may become identified as non-performing, real estate market conditions and the adequacy of our Allowance for Loan Losses.

Additional information about CenterPointe Community Bank, including its products, services, and banking locations, is available at www.centerpointebank.com.

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**CENTERPOINTE COMMUNITY BANK
FINANCIAL HIGHLIGHTS**

(All amounts in 000's, except per share data)
(unaudited)

EARNINGS AND PER SHARE DATA

For the Three Months Ended	December 31,	December 31,	Change	% Change
	2012	2011		
Interest income	\$ 1,073	\$ 1,070	\$ 3	0.3%
Interest expense	54	68	(14)	-25.9%
Net interest income	1,019	1,002	17	1.7%
Provision for loan losses	19	-	19	nm
Non-interest income	78	41	37	47.4%
Non-interest expense	914	822	92	10.1%
Pre-tax income	164	221	(57)	-34.8%
Income Tax Expense (Benefit)	(107)	(500)	393	-367.3%
Net income (loss)	<u>\$ 271</u>	<u>\$ 721</u>	<u>\$ (450)</u>	-166.1%
Basic and diluted earnings per share	<u>\$ 0.23</u>	<u>\$ 0.63</u>	<u>\$ (0.40)</u>	-173.9%
Average shares outstanding - basic	1,169,713	1,149,242	20,471	1.8%
Average shares outstanding - diluted	1,187,486	1,151,313	36,173	3.0%

For the Twelve Months Ended	December 31,	December 31,	Change	% Change
	2012	2011		
Interest income	\$ 4,347	\$ 4,250	\$ 97	2.2%
Interest expense	240	326	(86)	-35.8%
Net interest income	4,107	3,924	183	4.5%
Provision for loan losses	18	140	(122)	-677.8%
Non-interest income (1)	321	165	156	48.6%
Non-interest expense	3,731	3,246	485	13.0%
Pre-tax income	679	703	(24)	-3.5%
Income Tax Expense (Benefit)	(482)	(500)	18	-3.7%
Net income (loss)	<u>\$ 1,161</u>	<u>\$ 1,203</u>	<u>\$ (42)</u>	-3.6%
Basic and diluted earnings per share	<u>\$ 0.99</u>	<u>\$ 1.05</u>	<u>\$ (0.06)</u>	-6.1%
Average shares outstanding - basic	1,167,834	1,145,720	22,114	1.9%
Average shares outstanding - diluted	1,189,982	1,149,704	40,278	3.4%

SELECTED FINANCIAL RATIOS
(annualized)

For the Three Months Ended	December 31,	December 31,	Change
	2012	2011	
Net interest margin	4.69%	4.89%	(0.0020)
Return on average equity	11.79%	38.63%	(0.2684)
Return on average assets	1.15%	3.32%	(0.0217)
Efficiency ratio (1)	80.97%	78.81%	0.0216
For the Twelve Months Ended	December 31,	December 31,	Change
	2012	2011	
Net interest margin	5.10%	5.22%	(0.0012)
Return on average equity	13.43%	17.08%	(0.0365)
Return on average assets	1.35%	1.52%	(0.0017)
Efficiency ratio (1)	78.25%	79.11%	(0.0086)

Notes:

(1) Non-interest expense divided by net interest income plus non-interest income

SELECTED FINANCIAL RATIOS

(annualized)

	December 31,	December 31,	
For the Three Months Ended	2012	2011	Change
Net interest margin	4.69%	4.89%	0.00
Return on average equity	11.79%	38.63%	0.27
Return on average assets	1.15%	3.32%	0.02
Efficiency ratio (1)	80.97%	78.81%	(0.02)

	December 31,	December 31,	
For the Twelve Months Ended	2012	2011	Change
Net interest margin	5.10%	5.22%	0.00
Return on average equity	13.43%	17.08%	0.04
Return on average assets	1.35%	1.52%	0.00
Efficiency ratio (1)	78.25%	79.11%	0.01

Notes:

(1) Non-interest expense divided by net interest income plus non-interest income