

## **BANK OF NAPA ELECTS TO OFFER ADDITIONAL FDIC INSURANCE – WILL DECLINE TARP FUNDS**

NAPA, CA--- Bank of Napa, N.A. (OTCBB: BNNP) announced that its Board of Directors and Executive Management agreed to participate in the FDIC's Temporary Liquidity Guarantee Program (TLG). The TLG Program consists of two basic components: a guarantee of newly issued senior unsecured debt of banks, and the full guarantee of non-interest bearing deposit transaction accounts, such as business payroll accounts, regardless of dollar amount.

President and CEO Tom LeMasters stated that, "While we will not participate in the debt component of the TLG Program, we recognized that TLG provides a significant benefit to our depositors. We believe that the additional FDIC coverage for non-interest bearing account balances is meaningful to customers in these difficult economic times".

Bank of Napa also announced that it will not participate in the Department of Treasury's Capital Purchase Program (TCPP), and will not accept Troubled Asset Relief Program (TARP) funds. LeMasters stated, "Having considered our strong balance sheet, well capitalized position, and solid credit quality we determined that TCPP provided no material benefit to the shareholders and customers of Bank of Napa."

Bank of Napa, N.A. was established on August 14, 2006 with an initial capitalization of over twenty million dollars, most of which was derived from local Napa Valley investors.

Bank of Napa, N.A. is located at the corner of Redwood Road and Solano Avenue at 2007 Redwood Road, Suite 101 in the Redwood Plaza near Vallergera's Market in Napa, CA.

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Additional Information: [www.thebankofnapa.com](http://www.thebankofnapa.com) (see News & Investor Relations)

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