

For Immediate Release

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**First Sound Bank Restates 2008 Results:
Reports on First Quarter**

SEATTLE—April 30, 2009—First Sound Bank (OTCBB: FSWA) announced today that it is restating its 2008 results to reflect a loss of \$20.1 million, \$18.3 million of which is related to the acquisition of assets from Puget Sound Leasing Co., Inc. (PSL) in March 2008. Of the \$18.3 million, \$7.8 million reflects a write-down of the goodwill and servicing rights acquired in the PSL transaction. A decrease in goodwill has no impact on the Bank's regulatory capital and the Bank continues to be "well-capitalized" for regulatory purposes with a risk-based capital of 11.7% on March 31, 2009, up from 11.3% on December 31, 2008.

The Bank also reported a first quarter 2009 loss of \$37,000. The Bank's assets at quarter end stood at \$247 million compared to \$258 million at year end 2008.

In addition to the \$7.8 million write-down of the intangibles from the Puget Sound Leasing transaction, \$10.5 million of the \$20.1 million loss in 2008 was due to increases in impairment reserves and reductions in the value of the assets acquired in the PSL transaction. The Bank's reserve for future loan and lease losses was also increased by \$3 million to a total of \$8.2 million. The reserve totaled 3.7% of total loans and leases at year end.

"Our situation is different from other banks," Don Hirtzel, chairman and CEO, said. "Our increased losses and reserves are primarily the result of alleged misrepresentations made by the owners of Puget Sound Leasing in how they portrayed their assets to us." The Bank is aggressively pursuing litigation against Larasco, Inc. (formerly PSL) and its owners. The Bank's complaint alleges that the defendants violated federal and state securities laws by misrepresenting the extent to which leases were delinquent and failed to disclose accounting irregularities that inflated PSL's profitability.

Steve Shaughnessy, president and COO, said that while the litigation to recover from the former owners of PSL continues "we are taking numerous steps to minimize the effects on our future results. The executive team and board have taken cuts in compensation up to 20%, and a salary freeze has been imposed." He also said a new manager is in place at the leasing division and leasing underwriting standards have been tightened.

The bank received \$7.4 million under the terms of the Troubled Asset Relief Program (TARP), Capital Purchase Program in December, 2008. These funds are being used to support growth in loans and deposits.

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For a more detailed financial analysis, contact
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First Sound Bank Restates 2008 Results

Certain statements in this press release include statements regarding the anticipated development and expansion of First Sound Bank’s business and the intent, belief or current expectations of the company, it’s directors or its officers are “forward-looking” statements (as such term is defined in the Private Securities Litigation Reform Act of 1995.) Because such statements are subject to risks and uncertainties, actual results may differ materially from those expressed or implied by such forward looking statements.

About First Sound Bank

Seattle-based First Sound Bank (OTCBB:FSWA) offers customized banking for small-to medium-sized businesses, organizations, not-for-profits and professionals in the Puget Sound region. Founded by a team of veteran local banking executives, it is committed to delivering personalized service, convenient access and competitive rates to support the needs of the business community. The bank offers online banking at www.firstsoundbank.com plus an expansive banking network in the western U.S. as well as ATM banking throughout the country and abroad. On March 1, 2008, First Sound Bank purchased a majority of the assets of Puget Sound Leasing Company, Inc.—a small ticket business-to-business leasing company—and established Puget Sound Leasing as a division of First Sound Bank.