

Idaho Bancorp Reports First Quarter Results

Boise, Idaho -- (Market Wire) – April 16, 2007 -- Today Idaho Bancorp (OTC Bulletin Board: IDBC) reported record net income for the first quarter of 2007 of \$393,000, a 36% increase over the \$290,000 reported in the first quarter of 2006. Quarterly diluted earnings of \$.21 per share compared favorably to the \$.16 per share reported in the first quarter of last year.

The most significant factor driving the year-to-year earnings improvement was a 15% increase in net interest income, a result of a 22% growth in the average loan portfolio and an improvement in net interest margin. Net interest margin improved from 4.37% in the first quarter of 2006 to 4.39% in the first quarter of 2007. However, net interest margin decreased five basis points from the fourth quarter of 2006. Management anticipates further compression in the net interest margin in 2007, particularly in the event of an interest rate reduction by the Federal Open Market Committee.

Credit quality continues to be excellent. There were no nonperforming assets at March 31, 2007. Also, loan recoveries exceeded loan charge-offs by \$6,000 for the first quarter of 2007. The allowance for loan losses was 1.39% of total loans on March 31, 2007. Book value per share at March 31, 2007 was \$8.96, an increase of 12% from the March 31, 2006 level.

“Our first quarter net income is the third consecutive quarterly record in a row for our Bank and validates our customer-centric approach to banking,” said Mike Johnston, President and CEO. “The financial services marketplace in the Treasure Valley is highly competitive but our strategic formula of having highly talented bankers deliver excellent customer service has generated lasting impressions with our clients. And in turn, our customers have rewarded us with their loyalty. I’m very optimistic that 2007 will be another great year for Idaho Bancorp.”

Idaho Bancorp is the holding company of Idaho Banking Company. Idaho Banking Company, a state-chartered commercial bank and member of the Federal Reserve, was organized in 1996 and operates four branch offices, and a construction & mortgage home loan center. The Bank serves clients throughout southwestern Idaho.

Source: Idaho Bancorp

Contacts: Michael K. Johnston, President and CEO at 208-472-4702, Mary E. Brimson, SVP Shareholder Relations at 208-472-4705, or Wendi L. Stalder, EVP and CFO at 208-947-1873

Idaho Bancorp and Subsidiary
Consolidated Financial Highlights (unaudited)

(Dollars in thousands, except per share)

For the quarter ended March 31:	<u>2007</u>	<u>2006</u>	<u>\$ Change</u>	<u>% Change</u>
Net interest income	\$ 2,198	\$ 1,917	\$ 281	15%
Provision for loan losses	10	60	(50)	-83%
Mortgage banking income	197	275	(78)	-28%
Other noninterest income	133	107	26	24%
Noninterest expense	1,925	1,848	77	4%
Net income before taxes	593	391	202	52%
Income taxes	200	101	99	98%
Net income	393	290	103	36%
Earnings per share				
Basic	0.22	0.16	0.06	38%
Diluted	0.21	0.16	0.06	38%
At March 31:	<u>2007</u>	<u>2006</u>	<u>\$ Change</u>	<u>% Change</u>
Loans	\$ 175,100	\$ 149,149	\$ 25,951	17%
Allowance for loan losses	2,435	2,087	348	17%
Assets	227,957	198,343	29,614	15%
Deposits	188,487	156,523	31,964	20%
Shareholders' equity	16,280	14,257	2,023	14%
Nonperforming loans	0	0	0	N/A
Other real estate owned	0	0	0	N/A
Book value per share	8.96	8.02	0.94	12%
Shares of common stock outstanding	1,816,922	1,776,700	40,222	2%
Allowance to loan ratio	1.39%	1.40%		
Allowance to nonperforming loans	N/A	N/A		
Nonperforming loans to total loans	0.00%	0.00%		
Averages for the quarter ended March 31:	<u>2007</u>	<u>2006</u>	<u>\$ Change</u>	<u>% Change</u>
Loans	\$ 171,723	\$ 141,232	\$ 30,491	22%
Earning assets	206,152	181,451	24,701	14%
Assets	218,140	192,582	25,558	13%
Deposits	176,722	150,908	25,814	17%
Shareholders' equity	16,197	14,301	1,896	13%
For the quarter ended March 31:				
Return on average assets	0.73%	0.61%		
Return on average equity	9.84%	8.22%		
Average loans to deposits	97.17%	93.59%		
Net interest margin - tax equivalent	4.39%	4.37%		
Net loan charge-offs (recoveries)	(6)	(11)		
Net charge-offs (recoveries) to loans	-0.01%	-0.03%		

Idaho Bancorp and Subsidiary
Quarterly Consolidated Financial Highlights (unaudited)
(Dollars in thousands, except per share)

	<u>2007 Q1</u>	<u>2006 Q4</u>	<u>2006 Q3</u>	<u>2006 Q2</u>	<u>2006 Q1</u>
Net interest income	\$ 2,198	\$ 2,297	\$ 2,288	\$ 2,185	\$ 1,917
Provision for loan losses	10	0	140	160	60
Mortgage banking income	197	233	231	226	275
Other noninterest income	133	130	138	117	107
Noninterest expense	1,925	2,077	1,978	1,876	1,848
Net income before taxes	593	583	539	492	391
Income taxes	200	191	177	166	101
Net income	393	392	362	326	290
Earnings per share					
Basic	0.22	0.20	0.20	0.18	0.16
Diluted	0.21	0.21	0.20	0.18	0.16
Average loans	171,723	168,428	165,755	158,930	141,232
Average earning assets	206,152	210,018	204,802	198,582	181,451
Average assets	218,140	221,942	216,575	210,649	192,582
Average deposits	176,722	182,953	176,920	175,582	150,908
Average shareholders' equity	16,197	15,714	15,282	14,931	14,301
Return on average assets	0.73%	0.70%	0.66%	0.62%	0.61%
Return on average equity	9.84%	9.90%	9.40%	8.76%	8.22%
Average loans to deposits	97.17%	92.06%	93.69%	90.52%	93.59%
Net interest margin - tax equivalent	4.39%	4.40%	4.50%	4.48%	4.37%
Nonperforming loans - period end	\$ -	\$ -	\$ -	\$ -	\$ -
Other real estate owned - period end	-	-	-	-	-
Loans - period end	175,100	171,188	172,623	161,058	149,149
Allowance for loan losses - period end	2,435	2,419	2,413	2,258	2,087
Net charge-offs (recoveries) - quarterly	(6)	(6)	(15)	(12)	(11)
Allowance to loans	1.39%	1.41%	1.40%	1.40%	1.40%
Allowance to nonperforming loans	N/A	N/A	N/A	N/A	N/A
Nonperforming loans to total loans	0.00%	0.00%	0.00%	0.00%	0.00%
Net charge-offs to loans - annualized	-0.01%	-0.01%	-0.04%	-0.03%	-0.03%