

# SECURITIES AND EXCHANGE COMMISSION

## FORM 425

Filing under Securities Act Rule 425 of certain prospectuses and communications in connection with business combination transactions

Filing Date: **2005-05-02**  
SEC Accession No. **0001193125-05-092115**

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### SUBJECT COMPANY

#### COMMUNITY BANCORP INC

CIK: **1089503** | IRS No.: **330859334** | State of Incorporation: **DE** | Fiscal Year End: **1231**  
Type: **425** | Act: **34** | File No.: **000-26505** | Film No.: **05790248**  
SIC: **6021** National commercial banks

Mailing Address  
130 WEST FALLBROOK  
STREET  
FALLBROOK CA 92028

Business Address  
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7607238811

### FILED BY

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Filed by Community Bancorp Inc.  
Pursuant to Rule 425 under the  
Securities Act of 1933  
Subject Company: Rancho Bernardo  
Community Bank.  
Act Filing No.: 000-26505

## **PRESS RELEASE**

SOURCE: Rancho Bernardo Community Bank  
CONTACT: Alan L. Douglas, President

### **RB Community Bank' s 1<sup>st</sup> Quarter earnings**

SAN DIEGO, April 27, 2005/Business Wire/ – Rancho Bernardo Community Bank (OTC Bulletin Board: [RBCB.OB - news](#)) announced earnings of \$299,000 for the first quarter of 2005, down slightly from \$373,000 for the same period in 2004. Basic earnings per share were \$0.32 and diluted earnings per share were \$0.28.

Comparing 2005' s first quarter to the first quarter of 2004, assets were \$113,778,000 up 12.4% from \$101,251,000, loans were \$90,050,000 up 18.2% from \$76,190,000 and deposits were \$101,362,000 up 12.7% from \$89,929,000.

There are two primary reasons income for the first quarter of 2005 is down slightly from 2004. During the first quarter of 2004 the bank benefited from a one-time recovery of legal fees and un-accrued interest on a foreclosure in an amount totaling \$113,449. Also, during the last two weeks of 2004 the bank experienced unanticipated loan payoffs of over \$5,000,000 and started the New Year \$5,000,000 behind budget. Fortunately, the lending staff has not only produced the budgeted loan volume for the first quarter but also made up for the lost loan volume at year-end bringing the bank' s total loans to over \$90,000,000.

Rancho Bernardo Community Bank recently signed a definitive agreement to merge into Community National Bank, a wholly-owned subsidiary of Community Bancorp Inc. The proposed partnership with Community National Bank will enhance Rancho Bernardo Community Bank' s ability to service its customers.

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“Community National’ s commitment to their customers, employees and shareholders is virtually the same as ours and I am confident that together we will be one of the premier community banks in San Diego County,” commented Alan Douglas, president of Rancho Bernardo Community Bank. The combined bank will service San Diego and Riverside Counties through eleven full service branches and provide expanded lending capacity and product offerings to Rancho Bernardo Community Bank’ s customers.

Rancho Bernardo Community Bank serves all of San Diego County and specializes in business loans and lines, equipment loans, construction loans and SBA loans.

This news release may contain certain forward-looking statements that reflect the current views and/or expectations of Rancho Bernardo Community Bank with respect to its performance, business and future events. Such statements are subject to a number of risks, uncertainties and assumptions. Actual results and events may vary significantly.

**Rancho Bernardo Community Bank**  
(Dollars in thousands, except per share data)

Statement of Income	Three Months Ended	
	March 31,	
	2005	2004
Interest income	\$1,784	\$1,492
Interest expense	356	239
Net interest income	1,428	1,253
Provision for loan losses	99	15
Net interest income after provision	1,329	1,238
Non interest income	50	125
Non interest expense	876	735
Income before income taxes	503	628
Income taxes	204	255
<b>Net Income</b>	<b>\$299</b>	<b>\$373</b>
Basic EPS	\$0.32	\$0.40
Diluted EPS	\$0.28	\$0.37
Average shares outstanding	942,444	935,861

Average diluted shares outstanding	1,058,219		1,014,567	
Return on average equity (annualized)	12.0	%	17.2	%
Return on average assets (annualized)	1.1	%	1.5	%
Efficiency ratio	61.3	%	58.7	%

<b>Balance Sheet</b>	<b>March 31, 2005</b>	<b>December 31, 2004</b>	<b>March 31, 2004</b>
<b>Assets</b>			
Cash and due from banks	\$3,418	\$1,923	\$3,117
Federal funds sold	0	4,650	6,085
Investment securities	19,027	18,847	15,821
Loans, net of unearned income	90,050	81,433	75,730
Less allowance for loan losses	1,114	1,263	1,234
Net loans	88,936	80,170	74,496
Other assets	2,397	1,923	1,272
<b>Total</b>	<b>113,778</b>	<b>107,513</b>	<b>100,791</b>
<b>Liabilities and Shareholders' Equity</b>			
Non interest-bearing	\$19,968	\$20,217	\$20,828
Interest-bearing	81,394	76,140	69,101
Total Deposits	101,362	96,357	89,929
Accrued interest and other liabilities	2,410	1,390	2,114
Junior subordinated debt	0	0	0

Notes payable	0	0	0
Minority interest in subsidiary	0	0	0
<b>Total Liabilities</b>	<b>103,772</b>	<b>97,747</b>	<b>92,043</b>
<b>Shareholders' Equity</b>			
Common stock	6,997	6,915	6,134
Retained earnings	3,182	2,883	2,476
Other comprehensive income (loss)	(173 )	(32 )	138
<b>Total Shareholders' Equity</b>	<b>10,006</b>	<b>9,766</b>	<b>8,748</b>
<b>Total</b>	<b>113,778</b>	<b>107,513</b>	<b>100,791</b>
Book value at end of period	\$10.53	\$ 10.42	\$9.34
Shares outstanding at end of period	950,114	937,233	937,076