

PRESS RELEASE

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ALLIANCE BANK REPORTS FIRST QUARTER RESULTS AND DECLARES 5% STOCK DIVIDEND

Broomall, Pennsylvania. April 12, 2001 – Peter J. Meier, Senior Vice President and Chief Financial Officer of Alliance Bank (NASDAQ Small Cap -- ALLB) today announced results for the quarter ended March 31, 2001. In addition and in light of the Bank's consistent earnings and growth, the Board of Directors was pleased to declare a five percent stock dividend on the common stock of the Bank payable on May 4, 2001 to stockholders of record at the close of business on April 20, 2001.

The Bank reported net income of \$712,000 or \$.22 per share for the quarter ended March 31, 2001 as compared to \$674,000 or \$.21 per share for the quarter ended March 31, 2000. Net interest income held steady at \$2.8 million while other income increased \$99,000 or 64.7% to \$252,000 for the quarter ended March 31, 2001 as compared to the same period in 2000. Other expenses increased \$229,000 or 13.4% to \$1.9 million, which was partially offset by lower provisions for loan losses and income taxes for the quarter ended March 31, 2001 as compared to the same period in 2000.

The Bank's total assets increased \$4.3 million or 1.2% and amounted to \$352.1 million at March 31, 2001 as compared to \$347.8 million at December 31, 2000. Net loans receivable increased \$4.5 million or 2.2% to \$210.8 million at March 31, 2001 as compared to \$206.3 million at December 31, 2000. Deposits grew \$3.1 million or 1.2% to \$254.6 million at March 31, 2001 from \$251.5 million at December 31, 2000. Total stockholders' equity amounted to \$33.3 million or 9.5% of total assets at March 31, 2001.

Alliance Bank is a Pennsylvania chartered stock savings bank, headquartered in Broomall, Pennsylvania and conducts business through seven full-service offices, all located in Delaware County, Pennsylvania. The Bank again received the Bauer Financial Group's highest rating of Five Stars for financial stability, including earnings, capital and quality of loan portfolios.

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ALLIANCE BANK
CONSOLIDATED STATEMENTS OF INCOME
(In thousands except per share data)

	(Unaudited)	
	Three Months Ended	
	March 31,	
	2001	2000
Interest income	\$6,408	\$5,814
Interest expense	3,640	3,060
Net interest income	2,768	2,754
Provision for loan losses	120	195
Other income	252	153
Other expenses	1,940	1,711
Income before income taxes	960	1,001
Income tax expense	248	327
Net income	\$ 712	\$ 674
Basic earnings per share	\$0.22	\$0.21
Diluted earnings per share	\$0.22	\$0.21

SELECTED FINANCIAL DATA
(In thousands)

	(Unaudited)	(Audited)
	March 31,	Dec. 31,
	2001	2000
Total assets	\$352,128	\$347,820
Cash and cash equivalents	16,367	8,519
Investments and mortgage-backed securities	108,546	116,029
Loans receivable - net	210,837	206,312
Deposits	254,560	251,484
Total borrowings	62,376	62,783
Total stockholders' equity	33,314	31,819