

LIBERTY BANCORP, INC.

PRESS RELEASE

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Liberty Bancorp, Inc. Announces Financial Results

Liberty, Missouri (January 19, 2007) - Liberty Bancorp, Inc. (NASDAQ: LBCP) announced today net earnings for the quarter ended December 31, 2006 of \$514,000 or \$.11 per diluted share, compared to net earnings of \$325,000, or \$.07 per diluted share, for Liberty Savings Bank, F.S.B., the Company's predecessor, for the quarter ended December 31, 2005. The Bank's conversion from the mutual holding company structure to the fully stock structure was completed on July 21, 2006. Liberty Bancorp, Inc. conducts substantially all of its operations through its subsidiary BankLiberty (formerly Liberty Savings Bank, F.S.B.).

Net earnings increased by \$189,000, or 58.2%, for the three-month period ended December 31, 2006 as compared to the same period in 2005 due to higher net interest income and lower provision for loan losses, partially offset by higher noninterest expense and income tax expense.

Net interest income increased by 25.2% to \$2.5 million for the three-month period ended December 31, 2006 as compared to the same period last year. This improvement was due to a higher level of net interest-earning assets, partially offset by a lower interest rate spread. Provision for loan losses decreased to \$32,000 for the three-month period ended December 31, 2006 as compared to \$220,000 for the three-month period ended December 31, 2005. Noninterest expense increased to \$2.0 million for the three-month period ended December 31, 2006 as compared to \$1.6 million for the three-month period ended December 31, 2005 due primarily to higher expenses for compensation, operations from foreclosed real estate, occupancy, equipment, professional services and other expenses.

Total assets increased \$7.4 million to \$295.0 million as of December 31, 2006 as compared to total assets of \$287.6 million as of September 30, 2006. Total loans and mortgage-backed securities increased by \$5.3 million during the same period due to increased commercial real estate and construction lending. Stockholders' equity increased by \$727,000 during the first three months of fiscal year 2007 primarily due to an increase in retained earnings and a decrease in unrealized losses on investments.

Liberty Bancorp, Inc., through its subsidiary, BankLiberty, offers banking and related financial services to both individual and commercial customers. The Bank is headquartered in Liberty, Missouri with branches in Kansas City, Plattsburg, Platte City and Independence.

This press release contains statements that are forward-looking, as that term is defined by the Private Securities Litigation Act of 1995 or the Securities and Exchange Commission in its rules, regulations, and releases. The Bank and Company intend that such forward-looking statements be subject to the safe harbors created thereby. All forward-looking statements are based on current expectations regarding important risk factors including, but not limited to, real estate values and the impact of interest rates on financing. Accordingly, actual results may differ from those expressed in the forward-looking statements, and the making of such statements should not be regarded as a representation by the Bank or Company or any other person that results expressed therein will be achieved.

LIBERTY BANCORP, INC.**Financial Highlights**

(Dollars in thousands, except per share data)

**CONDENSED CONSOLIDATED BALANCE SHEETS
(Unaudited)**

| | <u>December 31, 2006</u> | <u>September 30, 2006</u> |
|---|--------------------------|---------------------------|
| ASSETS | | |
| Cash and cash equivalents | \$ 13,901 | \$ 13,404 |
| Securities | 38,923 | 37,835 |
| Loans and mortgage-backed securities | 230,233 | 224,899 |
| Other assets | <u>11,900</u> | <u>11,423</u> |
| Total Assets | <u>\$ 294,957</u> | <u>\$ 287,561</u> |
| LIABILITIES | | |
| Deposits | \$ 214,865 | \$ 198,471 |
| FHLB advances | 24,331 | 34,064 |
| Other liabilities | <u>6,053</u> | <u>6,045</u> |
| Total Liabilities | 245,249 | 238,580 |
| Total Stockholders' Equity | <u>49,708</u> | <u>48,981</u> |
| Total Liabilities & Stockholders' Equity | <u>\$ 294,957</u> | <u>\$ 287,561</u> |

**CONDENSED CONSOLIDATED STATEMENTS OF EARNINGS
(Unaudited)**

| | Three Months Ended | |
|---|---------------------------|----------------------|
| | December 31, | |
| | 2006 | 2005 |
| Interest income | \$ 4,876 | \$ 3,577 |
| Interest expense | <u>2,404</u> | <u>1,603</u> |
| Net interest income | 2,472 | 1,974 |
| Provision for loan losses | <u>32</u> | <u>220</u> |
| Net interest income after provision for loan losses | 2,440 | 1,754 |
| Total noninterest income | 329 | 303 |
| Total noninterest expense | <u>1,966</u> | <u>1,564</u> |
| Earnings before income taxes | 803 | 493 |
| Income taxes | <u>289</u> | <u>168</u> |
| Net Earnings | <u>\$ 514</u> | <u>\$ 325</u> |
| Basic and diluted earnings per share | \$.11 | \$.07 |

Weighted-average shares outstanding for the three months ended December 31, 2005 has been adjusted by the exchange ratio of 3.5004 to calculate earnings per share.