

LIBERTY BANCORP, INC.

PRESS RELEASE

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Liberty Bancorp, Inc. Announces Financial Results for the Three and Nine Month Periods Ended June 30, 2011

Liberty, Missouri (July 25, 2011) – Liberty Bancorp, Inc. (OTCQB: LBCP) (the “Company”) announced today net earnings for the quarter ended June 30, 2011 of \$834,000, or \$.24 per diluted share, compared to net earnings of \$2.5 million, or \$.71 per diluted share, for the quarter ended June 30, 2010. Net earnings for the nine months ended June 30, 2011 decreased by \$1.2 million to \$2.8 million, or \$.80 per diluted share, compared to net earnings of \$4.0 million, or \$1.10 per diluted share, for the nine months ended June 30, 2010. Liberty Bancorp, Inc. conducts substantially all of its operations through its wholly owned subsidiary, BankLiberty. (the “Bank”)

Net earnings decreased by \$1.7 million for the three-month period ended June 30, 2011 as compared to the same period in 2010 due to lower net interest and noninterest income and higher noninterest expense, partially offset by a lower provision for loan losses and lower income tax expense. For the comparable nine-month periods, net earnings decreased due to lower noninterest income and higher noninterest expense, partially offset by higher net interest income, a lower provision for loan losses and lower income tax expense. Higher noninterest income for both comparable periods in 2010 was primarily due to gains related to the assumption of the operations of the former Champion Bank from the FDIC.

Liberty Bancorp, Inc., through its subsidiary, offers banking and related financial services to both individual and commercial customers. The Bank is headquartered in Liberty, Missouri, with nine additional retail banking facilities in the Kansas City metropolitan area and one branch in Creve Coeur, Missouri. The Bank has entered into a contract to sell the deposit liabilities and certain fixed assets of its Creve Coeur retail banking facility pending regulatory approval. This transaction is expected to be completed in October 2011.

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

	<u>June 30, 2011</u> (Unaudited)	<u>September 30, 2010</u>
ASSETS		
Cash and cash equivalents	\$ 38,417	\$ 33,607
Securities	8,665	7,957
Loans and mortgage-backed securities	318,442	344,495
Other assets	<u>63,568</u>	<u>71,937</u>
Total Assets	<u>\$ 429,092</u>	<u>\$ 457,996</u>
LIABILITIES		
Deposits	\$ 309,942	\$ 338,170
FHLB advances	66,449	68,228
Other liabilities	<u>4,102</u>	<u>4,185</u>
Total Liabilities	380,493	410,583
Total Stockholders' Equity	<u>48,599</u>	<u>47,413</u>
Total Liabilities & Stockholders' Equity	<u>\$ 429,092</u>	<u>\$ 457,996</u>

CONDENSED CONSOLIDATED STATEMENTS OF EARNINGS

(Unaudited)

	Three Months Ended		Nine Months Ended	
	June 30,		June 30,	
	2011	2010	2011	2010
Interest income	\$ 5,211	\$ 5,687	\$ 17,270	\$ 15,603
Interest expense	<u>1,088</u>	<u>1,425</u>	<u>3,545</u>	<u>3,987</u>
Net interest income	4,123	4,262	13,725	11,616
Provision for loan losses	<u>301</u>	<u>845</u>	<u>1,327</u>	<u>2,055</u>
Net interest income after provision for loan losses	3,822	3,417	12,398	9,561
Total noninterest income	1,434	4,003	2,595	5,638
Total noninterest expense	<u>4,034</u>	<u>3,482</u>	<u>10,848</u>	<u>9,176</u>
Earnings before income taxes	1,222	3,938	4,145	6,023
Income taxes	<u>388</u>	<u>1,392</u>	<u>1,347</u>	<u>2,021</u>
Net Earnings	<u>\$ 834</u>	<u>\$ 2,546</u>	<u>\$ 2,798</u>	<u>\$ 4,002</u>
Basic earnings per share	\$ 0.24	\$ 0.72	\$ 0.80	\$ 1.12
Diluted earnings per share	\$ 0.24	\$ 0.71	\$ 0.80	\$ 1.10