

LIBERTY BANCORP, INC.

PRESS RELEASE

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Liberty Bancorp, Inc. Announces Financial Results for the Quarter Ended December 31, 2011

Liberty, Missouri (January 27, 2012) - Liberty Bancorp, Inc. (OTCQB: LBCP) (the "Company") announced today net earnings for the quarter ended December 31, 2011 of \$445,000, or \$.13 per diluted share, compared to net earnings of \$997,000, or \$.28 per diluted share, for the quarter ended December 31, 2010. The Company conducts substantially all of its operations through its wholly owned subsidiary, BankLiberty. (the "Bank")

Net earnings decreased by \$552,000 for the three-month period ended December 31, 2011 as compared to the same period in 2010 due to a higher provision for loan losses and higher noninterest expense, partially offset by higher net interest income and noninterest income and lower income tax expense. Noninterest income increased from \$1.2 million for the quarter ended December 31, 2010 to \$1.4 million for the quarter ended December 31, 2011. This increase was primarily due to a gain on the sale of certain furniture and equipment and a premium received on deposits assumed related to the sale of one retail banking facility, partially offset by a decrease in gains on the sale of loans. Higher noninterest expense during the quarter ended December 31, 2011 as compared to the same in 2010 was primarily due to an increase in costs related to the maintenance and liquidation of foreclosed assets, partially offset by lower occupancy and advertising expense.

The Bank offers full service banking services to both commercial and personal customers. As it was when it opened in 1955, the Bank is headquartered in Liberty, Missouri. It has ten retail banking facilities in the Kansas City metropolitan area, including the largest branch network in the Kansas City Northland area of Clay and Platte counties. It maintains a solid Four Star rating from Bauer Financial, Inc. BankLiberty was recently named 2011 "Best of The Northland" for Best Bank, Best Mortgage, and Best Place to Work.

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

	December 31, 2011	September 30, 2011
ASSETS	(Unaudited)	
Cash and cash equivalents	\$ 32,672	\$ 82,122
Securities	16,621	6,715
Loans and mortgage-backed securities	321,892	309,940
Other assets	<u>63,960</u>	<u>63,577</u>
Total Assets	<u>\$ 435,145</u>	<u>\$ 462,354</u>
LIABILITIES		
Deposits	\$ 287,877	\$ 325,569
FHLB advances	78,864	66,407
Other liabilities	<u>3,961</u>	<u>5,203</u>
Total Liabilities	370,702	397,179
Total Stockholders' Equity	<u>64,443</u>	<u>65,175</u>
Total Liabilities & Stockholders' Equity	<u>\$ 435,145</u>	<u>\$ 462,354</u>

CONDENSED CONSOLIDATED STATEMENTS OF EARNINGS
(Unaudited)

	Twelve Months Ended December 31,	
	<u>2011</u>	<u>2010</u>
Interest income	\$ 5,368	\$ 5,490
Interest expense	<u>1,033</u>	<u>1,311</u>
Net interest income	4,335	4,179
Provision for loan losses	<u>1,434</u>	<u>512</u>
Net interest income after provision for loan losses	2,901	3,667
Total noninterest income	1,397	1,191
Total noninterest expense	<u>3,696</u>	<u>3,372</u>
Earnings before income taxes	602	1,486
Income taxes	<u>157</u>	<u>489</u>
Net Earnings	<u>\$ 445</u>	<u>\$ 997</u>
Basic and diluted earnings per share	\$ 0.13	\$ 0.28