



FOR IMMEDIATE RELEASE

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GOLDEN STATE BANCORP PROVIDES AN UPDATE ON ITS \$10 MILLION CAPITAL RAISE

Glendale, CA, December 26, 2017 - Golden State Bancorp (Ticker Symbol: GSBX), the holding company of Golden State Bank, today provided an update on its previously announced \$10 million capital raise.

Golden State Bancorp successfully completed the \$5 million equity capital portion of the raise through a private placement offering of common stock at \$13.00 per share. The offering was significantly oversubscribed. Certain insiders purchased a significant amount of the new shares in the offering. In conjunction with the equity offering, Golden State Bancorp provided all of its existing shareholders the opportunity to sell their shares if they wished to do so at the offering price. There were approximately \$400,000 in sellers. No insider, including Board of Director members, management and over 5% shareholders, sold any shares.

The \$5 million of debt capital raise should be completed by year end. Golden State Bancorp intends to use the proceeds from the raise to increase both its and the Bank's capital bases to support its growth plans.

Robert H. Setrakian, Chairman of the Board and Chief Executive Officer of Golden State Bancorp stated, "First of all, we want to thank all of our existing shareholders for their support of Golden State Bank and our success thus far. We are very excited about our prospects and the growth opportunities ahead of us. We did this raise not only to support our growth, but also because we always want to be prudent and maintain our well capitalized status and our strong ratios. Hence, the decision on the timing and size of the capital raise which will allow us to grow our assets by another \$100 million or so. Our resources will be allocated to expanding our lending and deposit-gathering efforts, as well as expanding our lines of services."

About Golden State Bancorp and Golden State Bank

Golden State Bancorp is the holding company of Golden State Bank. Golden State Bank is a full service bank, serving the business, commercial and professional markets. The Bank is committed to meeting the financial needs of its business clients with loans for working capital, equipment, owner-occupied and investment commercial real estate, and a full array of cash management services and deposit products for businesses and their owners. Golden State Bank meets its client's needs through its head office and branch in Glendale and regional office and branch in Upland. For more information, please visit www.goldenstatebank.com and www.goldenstatebancorp.com.

Forward Looking Statements

Certain statements in this press release that are not historical facts are "forward-looking statements". Such statements are not guarantees of future performance and are subject to risks and uncertainties that could cause the Bank's actual results and financial position to differ materially from those included within the forward-looking statements. Specific factors include, but are not limited to, loan production, balance sheet management, expanded net interest margin, the ability to control costs and expenses, interest rate changes and financial policies of the United States government, and general economic conditions. The Bank disclaims any obligation to update any such factors or to publicly announce the results of any revisions to any forward-looking statements contained in this release to reflect future events or developments. Forward-looking statements involve risks and uncertainties, including those relating to the illiquidity of the Bank's stock. Actual results may differ materially from predicted results, and reported results should not be considered as an indication of future performance. More information about the Bank is available via the Federal Deposit Insurance Corporation's website: www.fdic.gov.