

August 12, 2004

**UMBRELLA BANCORP, INC. ANNOUNCES SALE OF
INTERNET BANKING SERVICE OPERATIONS AND DEPOSITS**

Summit, Illinois, August 12, 2004. Umbrella Bancorp, Inc. (“Umbrella Bancorp”), formerly the holding company of UmbrellaBank, fsb (“UmbrellaBank”), and the holding company of Argo Capital Trust Co. (the “Trust”), announced today that it has closed the sale of UmbrellaBank’s Internet banking service operations and deposits to New South Federal Savings Bank (“New South”) of Birmingham, Alabama. Financial terms of the transaction were not disclosed.

The sale, which was consummated on August 9, 2004, included the “UmbrellaBank, fsb” name, umbrellabank.com website, related Internet banking platform and delivery channel assets, together with approximately \$110 million of associated deposit accounts and other UmbrellaBank related assets. New South will continue to offer and service accounts under the name “UmbrellaBank, a division of New South Federal Savings Bank” and existing UmbrellaBank customers will experience no interruption of services relating to their accounts.

UmbrellaBank’s non-Internet related assets and deposits will continue operations under the newname “Flower Bank, fsb”. Deposit and lending services will continue to be offered from FlowerBank’s retail banking facility at 220 West Huron Street, in the River North area of Chicago, Illinois.

New South Federal Savings Bank is headquartered in Birmingham, Alabama. It is the largestthrift in Alabama and operates loan production offices throughout the southeastern and southwestern United States.

Umbrella Bancorp is now the parent company of Flower Bank, fsb, which provides bankingservices through its retail banking facility in Chicago, Illinois.

Statements contained in this news release that are not historical facts may constitute forward-looking statements (within the meaning of Section 21E of the Securities Exchange Act of 1934) which involve significant risks and uncertainties. Actual results may differ materially from the results discussed in these forward-looking statements. These and other factors could adversely affect the outcome of the plans and events described herein.

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