



Q1 2008 Financial Statement

(in thousands except per share data)

| | Unaudited As of Mar. 31, 2008 | Unaudited As of Mar. 31, 2007 |
|----------------------------------------|-------------------------------------|-------------------------------------|
| Summary Statements of Condition | | |
| Cash and short term investments | \$ 4,540 | \$ 6,614 |
| Securities | 6,573 | 3,982 |
| Loans: | | |
| Commercial | 21,094 | 12,132 |
| Commercial real estate | 34,051 | 34,265 |
| Other | 18,344 | 15,773 |
| Loan loss reserve and unearned income | (1,042) | (875) |
| Total net loans | <u>72,447</u> | <u>61,295</u> |
| Property and other assets | 3,652 | 3,779 |
| Total assets | <u><u>\$ 87,211</u></u> | <u><u>\$ 75,669</u></u> |

| | | |
|--------------------------------------------|-------------------------|-------------------------|
| Deposits: | | |
| Noninterest-bearing demand | \$ 10,845 | \$ 8,348 |
| Interest-bearing demand | 38,809 | 36,011 |
| Certificates of deposit | 21,281 | 17,597 |
| Total deposits | <u>70,934</u> | <u>61,957</u> |
| Other liabilities | 6,276 | 4,436 |
| Shareholders' equity | 10,001 | 9,276 |
| Total liabilities and shareholders' equity | <u><u>\$ 87,211</u></u> | <u><u>\$ 75,669</u></u> |

| | | |
|----------------------|----------|---------|
| Book value per share | \$ 10.19 | \$ 9.45 |
|----------------------|----------|---------|

| | Unaudited For the three months ending Mar. 31, 2008 | Unaudited For the three months ending Mar. 31, 2007 |
|-------------------------------------|--------------------------------------------------------------|--------------------------------------------------------------|
| Summary Statements of Income | | |
| Interest income | \$ 1,373 | \$ 1,252 |
| Interest expense | (551) | (574) |
| Net interest income | <u>821</u> | <u>678</u> |
| Provision for loan losses | (24) | (22) |
| Noninterest income | 113 | 112 |
| Noninterest expense | (757) | (621) |
| Net income before income taxes | <u>153</u> | <u>147</u> |
| Provision for income taxes | (59) | (56) |
| Net income | <u><u>\$ 95</u></u> | <u><u>\$ 91</u></u> |

| | | |
|-------------------------------------|----------|----------|
| Net income per share, basic | \$ 0.096 | \$ 0.093 |
| Net income per share, fully diluted | \$ 0.094 | \$ 0.093 |