



## Second Quarter 2007 Financial Statements

### Balance Sheet (unaudited, in thousands)

	<u>6/30/2007</u>	<u>6/30/2006</u>
<b>Assets:</b>		
Cash and Due From Banks	\$ 1,430	\$ 1,733
Investments/FF Sold	31,350	15,769
Commercial	39,367	25,098
Commercial RE	33,532	16,717
Other	6,375	655
Total Loans	<u>79,274</u>	<u>42,470</u>
Allowance for Loan Losses	<u>(1,067)</u>	<u>(633)</u>
Net Loans	78,207	41,837
Other Assets	856	522
Total Assets	<u>111,843</u>	<u>59,861</u>
<b>Liabilities:</b>		
Noninterest Bearing Checking	6,336	9,886
MM, Savings and Int. Bearing Checking	56,636	19,313
CDs	29,005	11,018
Total Deposits	<u>91,977</u>	<u>40,217</u>
Other Liabilities	465	421
Total Liabilities	<u>92,442</u>	<u>40,638</u>
Shareholder's Equity	19,401	19,223
Total Liabilities and Shareholder's Equity	<u>111,843</u>	<u>59,861</u>

### Income Statement (unaudited, actual dollars)

	<u>Quarter Ending 6/30/2007</u>	<u>Quarter Ending 6/30/2006</u>
Interest Income	\$ 1,829,680	\$ 985,292
Interest Expense	820,216	246,103
Net Interest Income	<u>1,009,464</u>	<u>739,189</u>
Provision for Loan Losses	209,630	142,000
Net Interest Income After Provision	<u>799,834</u>	<u>597,189</u>
Noninterest Revenue	9,282	11,073
Noninterest Expense	966,605	766,178
Net Income/(Loss) Before Taxes	<u>(157,489)</u>	<u>(157,916)</u>
Taxes	-	-
Net Income/(Loss) After Taxes	<u>(157,489)</u>	<u>(157,916)</u>
Net Loss Per Share	(0.07)	(0.07)
Book Value Per Share	8.72	8.73
Period End Shares Outstanding	2,224,663 <sup>1</sup>	2,201,150

<sup>1</sup> 22,000 shares were purchased by new Board members in 2006, and 1,513 shares issued as Board compensation in 1Q 2007.