



Third Quarter 2008 Financial Statements

Balance Sheet (unaudited, in thousands)

	<u>9/30/2008</u>	<u>9/30/2007</u>
Assets:		
Cash and Due From Banks	\$ 5,747	\$ 5,985
Investments/FF Sold	20,808	13,688
Commercial	48,625	43,274
Commercial RE	69,295	39,436
Other	10,633	3,567
Deferred Loan Fees	(341)	(206)
Total Loans	<u>128,212</u>	<u>86,071</u>
Allowance for Loan Losses	(1,723)	(1,158)
Net Loans	<u>126,489</u>	<u>84,913</u>
Other Assets	937	927
Total Assets	<u>153,981</u>	<u>105,513</u>
Liabilities:		
Noninterest Bearing Checking	15,879	11,920
MM, Savings and Int. Bearing Checking	49,658	46,029
CDs	67,299	27,337
Total Deposits	<u>132,836</u>	<u>85,286</u>
Borrowings	-	-
Other Liabilities	771	514
Total Liabilities	<u>133,607</u>	<u>85,800</u>
Shareholder's Equity	20,374	19,713
Total Liabilities and Shareholder's Equity	<u>153,981</u>	<u>105,513</u>
	<u>Quarter Ending</u>	<u>Quarter Ending</u>
	<u>9/30/2008</u>	<u>9/30/2007</u>
Interest Income	\$ 2,056,368	\$ 2,079,360
Interest Expense	758,167	906,740
Net Interest Income	<u>1,298,201</u>	<u>1,172,620</u>
Provision for Loan Losses	102,100	91,775
Net Interest Income After Provision	<u>1,196,101</u>	<u>1,080,845</u>
Noninterest Revenue	32,977	14,646
Noninterest Expense	1,101,709	910,719
Net Income/(Loss) Before Taxes	<u>127,369</u>	<u>184,772</u>
Taxes	-	-
Net Income/(Loss) After Taxes	<u>127,369</u>	<u>184,772</u>
Net Earnings Per Share	0.06	0.08
Book Value Per Share	9.09	8.86
Period End Shares Outstanding	2,241,899 ¹	2,224,663

¹ 5,000 stock option exercised, 12,236 shares issued (Board compensation and employee stock plan).