



Third Quarter 2007 Financial Statements

Balance Sheet (unaudited, in thousands)

	<u>9/30/2007</u>	<u>9/30/2006</u>
Assets:		
Cash and Due From Banks	\$ 5,985	\$ 5,006
Investments/FF Sold	13,688	24,944
Commercial	43,274	28,936
Commercial RE	39,436	21,790
Other	3,567	4,681
Deferred Loan Fees	(206)	(188)
Total Loans	<u>86,071</u>	<u>55,219</u>
Allowance for Loan Losses	(1,158)	(759)
Net Loans	<u>84,913</u>	<u>54,460</u>
Other Assets	927	908
Total Assets	<u><u>105,513</u></u>	<u><u>85,318</u></u>
Liabilities:		
Noninterest Bearing Checking	11,920	13,178
MM, Savings and Int. Bearing Checking	46,029	23,812
CDs	27,337	27,962
Total Deposits	<u>85,286</u>	<u>64,952</u>
Other Liabilities	514	1,037
Total Liabilities	<u>85,800</u>	<u>65,989</u>
Shareholder's Equity	19,713	19,329
Total Liabilities and Shareholder's Equity	<u><u>105,513</u></u>	<u><u>85,318</u></u>

Income Statement (unaudited, actual dollars)

	<u>Quarter Ending 9/30/2007</u>	<u>Quarter Ending 9/30/2006</u>
Interest Income	\$ 2,079,360	\$ 1,394,143
Interest Expense	906,740	506,468
Net Interest Income	<u>1,172,620</u>	<u>887,675</u>
Provision for Loan Losses	91,775	126,500
Net Interest Income After Provision	<u>1,080,845</u>	<u>761,175</u>
Noninterest Revenue	14,646	15,777
Noninterest Expense	910,719	870,934
Net Income/(Loss) Before Taxes	<u>184,772</u>	<u>(93,982)</u>
Taxes	-	-
Net Income/(Loss) After Taxes	<u><u>184,772</u></u>	<u><u>(93,982)</u></u>
Net Earnings Per Share	0.08	(0.04)
Book Value Per Share	8.86	8.73
Period End Shares Outstanding	2,224,663 ¹	2,213,150

¹ 10,000 shares purchased by Board members in 4Q 2006 and 1,513 shares issued as Board compensation in 1Q 2007.



YTD Income Statement
(unaudited, actual dollars)

September 30, 2007

	<u>YTD</u> <u>9/30/2007</u>	<u>YTD</u> <u>9/30/2006</u>
Interest Income	\$ 5,521,917	\$ 3,219,336
Interest Expense	2,395,731	958,644
Net Interest Income	<u>3,126,186</u>	<u>2,260,692</u>
Provision for Loan Losses	316,270	322,414
Net Interest Income After Provision	<u>2,809,916</u>	<u>1,938,278</u>
Noninterest Revenue	36,110	33,126
Noninterest Expense	2,761,709	2,438,010
Net Income/(Loss) Before Taxes	<u>84,317</u>	<u>(466,606)</u>
Taxes	-	-
Net Income/(Loss) After Taxes	<u><u>84,317</u></u>	<u><u>(466,606)</u></u>
Net Earnings Per Share	0.04	(0.21)
Book Value Per Share	8.86	8.73
Period End Shares Outstanding	2,224,663 ¹	2,213,150

¹ 10,000 shares purchased by Board members in 4Q 2006 and 1,513 shares issued as Board compensation in 1Q 2007.