



Fourth Quarter 2007 Financial Statements

Balance Sheet (unaudited, in thousands)

	<u>12/31/2007</u>	<u>12/31/2006</u>
Assets:		
Cash and Due From Banks	\$ 3,243	\$ 1,686
Investments/FF Sold	10,686	22,523
Commercial	47,722	33,556
Commercial RE	46,259	24,266
Other	6,699	5,000
Deferred Loan Fees	(278)	(178)
Total Loans	<u>100,402</u>	<u>62,644</u>
Allowance for Loan Losses	(1,353)	(843)
Net Loans	<u>99,049</u>	<u>61,801</u>
Other Assets	896	978
Total Assets	<u><u>113,874</u></u>	<u><u>86,989</u></u>
Liabilities:		
Noninterest Bearing Checking	8,916	10,443
MM, Savings and Int. Bearing Checking	38,639	30,630
CDs	44,184	25,737
Total Deposits	<u>91,739</u>	<u>66,809</u>
Borrowings	1,500	
Other Liabilities	691	690
Total Liabilities	<u>93,930</u>	<u>67,499</u>
Shareholder's Equity	19,944	19,489
Total Liabilities and Shareholder's Equity	<u><u>113,874</u></u>	<u><u>86,989</u></u>

Income Statement (unaudited, actual dollars)

	<u>Quarter Ending 12/31/2007</u>	<u>Quarter Ending 12/31/2006</u>
Interest Income	\$ 2,052,417	\$ 1,650,533
Interest Expense	822,530	705,252
Net Interest Income	<u>1,229,887</u>	<u>945,281</u>
Provision for Loan Losses	193,460	82,200
Net Interest Income After Provision	<u>1,036,427</u>	<u>863,081</u>
Noninterest Revenue	14,920	14,593
Noninterest Expense	951,115	836,778
Net Income/(Loss) Before Taxes	<u>100,232</u>	<u>40,896</u>
Taxes	-	-
Net Income/(Loss) After Taxes	<u><u>100,232</u></u>	<u><u>40,896</u></u>
Net Earnings Per Share	0.05	0.02
Book Value Per Share	8.96	8.77
Period End Shares Outstanding	2,224,663 ¹	2,223,150

¹ 1,513 shares issued as Board compensation in 1Q 2007.



YTD Income Statement
(unaudited, actual dollars)

December 31, 2007

	YTD 12/31/2007	YTD 12/31/2006
Interest Income	\$ 7,574,333	\$ 4,869,972
Interest Expense	<u>3,218,261</u>	<u>1,663,897</u>
Net Interest Income	4,356,072	3,206,075
Provision for Loan Losses	<u>509,730</u>	<u>404,614</u>
Net Interest Income After Provision	3,846,342	2,801,461
Noninterest Revenue	51,029	47,719
Noninterest Expense	<u>3,712,823</u>	<u>3,274,784</u>
Net Income/(Loss) Before Taxes	184,549	(425,604)
Taxes		-
Net Income/(Loss) After Taxes	<u>184,549</u>	<u>(425,604)</u>
Net Earnings Per Share	0.08	(0.19)
Book Value Per Share	8.96	8.77
Period End Shares Outstanding	2,224,663 ¹	2,223,150

¹ 1,513 shares issued as Board compensation in 1Q 2007.