Quarterly Performance Trends *(unaudited)*

As of March 31, 2010

Balance Sheet Quarterly Trend

($ in thousands)	**2009 March**	**2009 June**	**2009 Sept**	**2009 Dec**	**2010 March**
Total Loans	$ 91,172	$103,736	$104,870	$105,945	$99,898
Total Deposits	$105,167	$103,881	$109,222	$105,619	$108,421
Loan to Deposit Ratio (LTD)	90%	100%	96%	100%	92%
Total Liquidity*	$ 39,072	$ 25,763	$27,898	$24,652	$26,784
Liquidity Ratio (Total Liquidity/Total Assets)	35%	23%	24%	22%	26%
Tier 1 Leverage Capital Ratio	15%	15%	13%	13%	13%

Loan balances were down at March 2010 due to payoffs. Deposit growth continues to outpace loan growth and the LTD ratio dropped below 100%. The Bank remains focused on increasing core, demand checking accounts and loans balances through the development of relationship banking. Liquidity remains strong. Capital is stable and well above the regulatory minimum of 5% for a 'Well Capitalized' institution.

* Liquidity = Cash, CD's at other Institutions, Fed Funds Sold and Investments

Net Interest Margin Quarterly Trend

	1Q2009	2Q2009	3Q2009	4Q2009	1Q2010
Net Interest Margin	3.38%	3.95%	4.15%	4.35%	4.46%
Avg. Loan Yield	6.92%	6.91%	6.77%	6.76%	6.71%
Avg. Securities Yield	4.23%	3.14%	3.15%	3.78%	3.22%
Cost of Funds	2.79%	2.22%	1.73%	1.49%	1.32%

Net Interest Margin continues to increase, growing 1.08% from 3.38% in 1Q2009 to 4.46% in 1Q2010.

Loan yield is stable and benefitting from interest rate floors.

Yield on securities has declined as a result of the drop in the yield curve over the last 12 months. Yields on new investments are at lower rates than historic investments. We are not chasing yield and committed to generally stay short with high quality issuers.

Active management of deposit pricing has benefited cost of funds; yet we still remain highly competitive in our market.

Income Statement Quarterly Trend

($ in thousands)	1Q2009	2Q2009	3Q2009	4Q2009	1Q2010
Net Income (Loss)	$ 7	($ 104)	($2,133)	$ 328	$ 228
'Special' 2Q2009 FDIC Assessment	$ 0	$ 55	$ 0	$ 0	$ 0
OREO expenses, net (including change in Fair Value)	$ 0	$ 0	$ 328	$ 84	$ 90
Loan Charge-offs	$ 0	$ 0	$ 826	$ 362	$ 0
Loan Recoveries	$ 0	$ 0	$ 0	$ 0	($ 187)
Loan Loss Provision (excluding recoveries & charge-offs)	$ 46	$ 326	$1,371	($ 226)	$ 240
Adjusted Net Income	**$ 53**	**$ 277**	**$ 392**	**$ 548**	**$ 371**
Efficiency Ratio*	94%	82%	97%	67%	74%

Net income adjusted for all loan loss provision, and non-recurring events such as charge-offs & recoveries, net expenses & changes in the fair value of OREO (Other Real Estate Owned) and the "special" 2Q2009 FDIC assessment shows strong core earnings. Although it is useful for comparison purposes to add back all of the provision, not all loan loss provision is non-recurring as provisioning occurs for loan growth as well as for potential loss associated with specific loans. In 3Q, the Bank increased the general portion of the loan loss reserve by over $1 million as consideration for the current economic conditions. At 3/31/10, 66% of the loan loss reserve is general and unrelated to specific loans. The negative loan loss provision in 4Q is due to the charge-off of certain amounts previously accounted for in the loan loss reserve.

* Efficiency ratio is before loan loss provision. A lower number is more efficient. Efficiency ratio = expense per $1 earned