

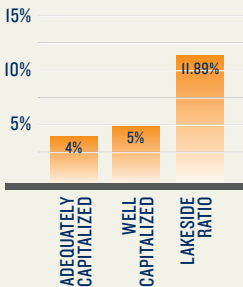


STATEMENT OF EARNINGS

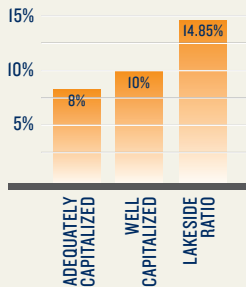
(unaudited in thousands)
as of June 30, 2011

	1st Qtr.	2nd Qtr.
<i>Interest income on:</i>		
Loans	\$ 12,780	\$ 25,737
Securities	171	350
Other investments	43	85
Total Interest Income	12,994	26,172
<i>Interest expense on:</i>		
Deposits	2,276	4,567
Short-term borrowings	2	14
Total Interest Expense	2,278	4,581
Net Interest Income	10,716	21,591
<i>Provision for possible loan losses</i>	2,400	4,800
Net Interest Income (After provision for possible loan losses)	8,316	16,791
Other operating income	413	375
Other operating expenses	4,717	10,223
Net Income	4,012	6,943

TIER I LEVERAGE CAPITAL/ AVERAGE ASSETS



TOTAL RISK-BASED CAPITAL/ RISK WEIGHED ASSETS





STATEMENT OF CONDITION

(unaudited in thousands)

as of June 30, 2011

	1st Qtr.	2nd Qtr.
ASSETS		
Cash and due from banks	\$ 55,961	\$ 99,848
Federal funds sold & repurchase agreements	-	-
Investment securities	37,800	41,058
Loans, net of unearned discount	953,293	927,025
Less allowance for possible loan losses	30,017	22,376
Net Loans	923,276	904,649
Other assets	38,234	41,646
Total Assets	\$ 1,055,271	\$ 1,087,201

LIABILITIES & STOCKHOLDER'S EQUITY

Deposits		
Non interest-bearing	\$ 174,655	\$ 188,761
Interest-bearing	740,524	751,933
Total deposits	915,179	940,694
Short-term borrowings	751	2,339
Other liabilities	12,915	17,674
Total Liabilities	928,845	960,707
Stockholder's equity	126,426	126,494
Total Liabilities & Stockholder's Equity	\$ 1,055,271	\$ 1,087,201