



New Bank Report

Eastern Edition

First Quarter 2009



Embassy Bank, Bethlehem, Pennsylvania • Est. November 2001

Where are the New Banks?*



Note: New banks that opened during the first quarter are highlighted with a box. Banks are red and thrifts are blue.

*New banks and thrifts started in 2009.

Source: SNL Financial, Charlottesville, Virginia.

June 24, 2009

Tough Times for New Banks

The most interesting data in this report may be about the banks that will not be part of the report going forward. Since the beginning of 2009, two new banks have failed and another eight new banks were sold. The two failures were the first new banks to fail since 2004 and are as many as there had been since the recessionary phase of the early 1990s. The eight new banks that sold in the first quarter were just two less than in all of 2008 and at least five of these appear to have been distressed sellers.

New Banks Exiting via Failure or Sale

	Date <u>Est.</u>	As of March 31, 2009			Sale Price/ <u>Book</u>
		<u>Assets</u> (In mill.)	Retained <u>Earnings</u> (in thous.)	<u>NPAs/ Assets</u>	
<u>Failures</u>					
Cape Fear	6/98	\$492	\$(3,059)	8.83%	n/a
Citizens Comm.	10/04	41	(9,023)	19.44	n/a
<u>Sold</u>					
Central Jersey	7/98	\$577	\$6,209	.82%	114%
First Capital	12/98	473	5,094	1.74	74
CNB Financial	5/02	297	(1,589)	1.60	106
Tristone	11/04	158	(1,865)	.47	58
Carolina Commerce	6/04	104	(3,679)	2.33	56
Nuestro Banco	9/07	17	(4,650)	-	29
First Bankshares	1/03	174	937	.98	n/a
First Americano	1/97	162	(17,967)	8.48	n/a

Another notable item is the reduction of ethnic niche banks. In the second quarter of 2009, two of the eight banks sold were Hispanic-oriented: Nuestro Banco and First Americano. Additionally, in mid-2008 another Hispanic-oriented bank, Security One in Northern Virginia, never reached critical mass and was subsequently recapitalized with new investors, moving it away from its original ethnic orientation and renaming itself John Marshall Bank.

New bank openings have also dropped dramatically as investment funds become harder to come by and regulators are slower to approve new charters due to possible negative effects on existing community banks. In the region

covered by this report, there were 28 new banks opened in 2008, an average of seven per quarter. In the first quarter of 2009, there were only two openings.

The losses reported by new banks over the last twelve months also point to continued difficulties. Since the beginning of 2003, more than half of the new banks have lost money over the past twelve months, and in only one year since 2001 have the banks established in that year produced positive median net income. In that year, 2002, the eleven banks opened had a median net income of just \$364,000 over the last twelve months.

New Banks by Year Opened
Median Assets and Last Twelve Months Net Income

<u>Year Opened</u>	<u>Number of Banks Opened</u>	<u>Median as of 3/31/09</u>	
		<u>Assets</u> (in mill.)	<u>LTM Net Income</u> (in thous.)
2009	2	\$37.6	\$(2,204)
2008	27	52.3	(1,989)
2007	30	92.0	(1,536)
2006	29	127.6	(1,101)
2005	22	249.2	(900)
2004	19	200.9	(673)
2003	11	147.1	(34)
2002	11	222.5	364
2001	15	155.1	(711)
2000	23	233.5	302
1999	28	293.0	324
1998	17	472.8	170
1997	10	373.8	(136)
1996	9	633.5	2,001

To find a year with new bank median earnings above \$400,000, one has to go back to 1996. The \$2 million in median net income for the nine banks opened that year is impressive, but for the ten banks opened a year later, the median result over the last twelve months was again a loss.

As discouraging as new bank performance has been, the losses endured by the two new super-capitalized community banks are staggering. These banks started with capital exceeding \$80 million and have lost a combined \$36 million over the last twelve months. This was not unexpected as these banks had lent well outside their home market and had to originate a large amount of loans in a short period of time in order to justify their capital bases.

Super-Capitalized New Bank Results

<u>Bank</u>	<u>City, State</u>	<u>Date Est.</u>	<u>Initial Capital</u>	<u>Assets</u> (in mill.)	<u>LTM Net Income</u>
Square 1	Durham, NC	8/05	\$99	\$1,242	\$(13.6)
Tri-State	Pittsburg, PA	1/07	83	1,297	(22.2)

Better times are coming, but 2009 will see more new banks failing, selling at distressed prices and/or raising money at large discounts to initial investment values. For those that fall into any of those categories, this is not a pleasant outlook. At any rate, raising new capital at whatever price is preferable to failing or being sold for a pittance.

What makes problems for one bank, however, may also create opportunities for another. Many of the second quarter sales involved buyers that are new banks themselves or groups looking to start a new bank. This trend is likely to continue as regional banks, the traditional acquirer of new banks, are either gone or marginalized on account of their own problems.

New Banks Buying New Banks – Since December 31, 2008

<u>Buyer</u>	<u>Date Established</u>	<u>Seller</u>	<u>Date Established</u>
1st Financial Services	4/04	AB&T Financial	9/04
Carolina Trust	12/00	Carolina Commerce	6/04
Xenith Corp.	In Org.	First Bankshares	1/03
MidCap Financial	In Org.	ISN Bank	5/01

In the midst of all these problems, there are several recent startups that have performed well with traditional banking franchises. Alma Bank (Astoria, NY) broke even in six quarters and Capital Bank (Vineland, New Jersey) broke even in just its seventh quarter. It is difficult, but it can be done.

Respectfully,



David G. Danielson
President
Danielson Associates

<i>New Bank Openings</i>	<i>City, State</i>	<i>Capital Raised (in millions)</i>	<i>Date Opened</i>
Hanover Community Bank	Garden City Park, N.Y.	\$12.6	1/21/2009
1st Commonwealth Bank*	Arlington, Va.	12.2	2/17/2009
Cornerstone Bank	Lexington, Va.	9.5	2/17/2009

<i>New Bank Failures</i>	<i>City, State</i>	<i>NPA's/Assets</i>	<i>Date Opened</i>
Cape Fear Bank	Wilmington, N.C.	8.83%	6/22/1998
Citizens Community Bank	Ridgewood, N.J.	19.44	10/28/2004

*Thrift

Source: SNL Financial, Charlottesville, Virginia.

Acquisitions of New Banks

<i>Seller</i>	<i>Buyer</i>	<i>Deal Value (in millions)</i>	<i>Price/ Tang. Book</i>	<i>Date Announced</i>
Central Jersey Bancorp Oakhurst, N.J. Established – 7/98 Branches – 13	OceanFirst Financial Toms River, N.J.	\$61.3	114%	5/26/09
First Capital Bancorp Glen Allen, Va. Established – 12/98 Branches – 7	Eastern Virginia Bankshares Tappahannock, Va.	\$26.1	74%	4/3/09
CNB Financial Worcester, Ma. Established – 11/01 Branches – 6	Berkshire Hills Bancorp Pittsfield, Ma.	\$21.1	106%	4/29/09
TriStone Community Bank Winston-Salem, N.C. Established – 11/04 Branches – 2	First Community Bancshares Bluefield, Va.	\$8.3	58%	4/2/09
Carolina Commerce Bank Gastonia, N.C. Established – 6/04 Branches – 1	Carolina Trust Bank Lincolnton, N.C.	\$5.5	56%	6/3/09
Nuestro Banco Raleigh, N.C. Established – 9/07 Branches – 1	Four Oaks Fincorp Four Oaks, N.C.	\$2.7	29%	4/29/09
First Bankshares Suffolk, Va. Established – 1/03 Branches – 3	Xenith Corp. Richmond, Va.	NA	NA	5/12/09
First Americano Financial Elizabeth, N.J. Established – 1/97 Branches – 6	JJR Bank Holding Company Brick, N.J.	NA	NA	5/11/09

*From March 2, 2009 through June 5, 2009. Acquisitions since previously published New Bank Report.

Source: SNL Financial, Charlottesville, Virginia.

<i>Year Opened</i>	<i>Number of Banks</i>			<i>Operating</i>	<i>Assets (in millions)</i>	<i>Median</i>	<i>No. of Branches</i>
	<i>Started*</i>	<i>Sold**</i>	<i>Failed</i>			<i>LTM Net Income*** (in thousands)</i>	
2009****	2	-	-	2	\$37.6	(2,204)	1
2008	27	-	-	27	52.3	(1,989)	1
2007	31	1	-	30	92.0	(1,536)	1
2006	30	1	-	29	127.6	(1,101)	2
2005	23	1	-	22	249.2	(900)	4
2004	21	1	1	19	200.9	(673)	4
2003	14	3	-	11	147.1	(34)	4
2002	14	3	-	11	222.5	364	3
2001	20	5	-	15	155.1	(711)	3
2000	29	6	-	23	233.5	302	5
1999	42	14	-	28	293.0	324	5
1998	33	15	1	17	472.8	170	9
1997	23	13	-	10	373.8	(136)	6
1996	17	8	-	9	633.5	2,001	5
1995	8	4	-	4	455.1	50	7
1994	4	3	-	1	970.0	(7,859)	19
1993	7	5	-	2	207.9	775	9
1992	4	3	-	1	70.3	(658)	4
1991	13	10	-	3	855.8	1,556	17
1990	<u>34</u>	<u>27</u>	<u>-</u>	<u>7</u>	393.0	831	7
Total	396	123	2	271			

*Includes all new banks opened between January 1, 1990 and March 31, 2009 in the Atlantic seaboard states from South Carolina to Maine.

**Does not include new banks acquired by other new banks if still operating independently.

***For the last twelve months ("LTM") ended March 31, 2009 in this and subsequent tables.

****Through March 31, 2009.

Source: SNL Financial, Charlottesville, Virginia, FDIC.gov and various websites for individual banks.

<i>Connecticut</i>	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets (in millions)</i>	<i>Equity/ Assets</i>	<i>NPAs/ Assets*</i>	<i>Income (in thousands)</i>		
2008						
Quinnipiac B&T, Hamden	\$34.8	24.90%	-	\$(1,351)	1	3/08
Bank of Fairfield	<u>33.8</u>	<u>32.68</u>	-	<u>(1,947)</u>	<u>2</u>	8/08
Average	\$34.3	28.79%	-	\$(1,649)	2	
2006						
Bank of Greenwich, Cos Cob	\$53.2	9.20%	-	\$(3,051)	2	12/06
2004						
Connecticut B&T, Hartford ^(TARP)	\$223.4	10.48%	.71%	\$(2,053)	7	3/04
2002						
Bank of New Canaan ^(TARP)	\$253.2	7.45%	.46%	\$1,120	2	4/02
Connecticut River, Wethersfield	<u>187.9</u>	<u>7.60</u>	<u>1.40</u>	<u>364</u>	<u>3</u>	11/02
Average	\$220.6	7.53%	.93%	\$742	3	
2001						
Bank of Southern Conn., New Haven	\$111.7	13.03%	3.01%	\$(2,185)	4	10/01
Apple Valley, Cheshire**	84.6	6.80	3.90	(711)	3	3/01
Community's, Bridgeport	<u>54.3</u>	<u>8.61</u>	<u>1.20</u>	<u>(356)</u>	<u>1</u>	2/01
Median	\$84.6	8.61%	3.01%	\$(711)	3	
1998						
Connecticut Community, Westport	\$449.3	8.72%	2.44%	\$(5,673)	9	12/98
1995						
Simsbury B&T ^(TARP)	\$259.9	7.78%	.63%	\$(595)	5	3/95
1994						
Patriot National, Stamford	\$970.0	6.74%	9.90%	\$(7,859)	19	8/94
1990						
Prime Bank, Orange	\$46.6	16.34%	.00%	\$35	1	2/90

Note: ^(TARP) identifies all banks that have received funding through June 5, 2009 from the U.S. Treasury in this and subsequent pages.

*NPAs include loans 90 days past due and still accruing and restructured loans in this and subsequent pages.

**Announced acquisition by New England Bancshares.

<i>Delaware</i>	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets (in millions)</i>	<i>Equity/ Assets</i>	<i>NPAs/ Assets</i>	<i>Income (in thousands)</i>		
2007						
MidCoast Comm., Wilmington	\$135.2	13.29%	-	\$(864)	1	3/07
2006						
Community Bank Delaware, Lewes	\$75.0	13.08%	.24%	\$(1,550)	2	5/06
2000						
Bancorp Bank, Wilmington	\$1,764.9	10.20%	1.69%	\$(42,746)	2	7/00
1990						
County Bank, Rehoboth Beach	\$425.9	8.63%	1.75%	\$(1,692)	9	7/90

<i>District of Columbia</i>	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets (in millions)</i>	<i>Equity/ Assets</i>	<i>NPAs/ Assets</i>	<i>Income (in thousands)</i>		
2005						
Bank of Georgetown	\$352.5	8.12%	1.61%	\$82	7	5/05
1998						
City First	\$130.2	14.41%	3.35%	\$349	1	11/98

Maryland	March 31, 2009			LTM Net	No. of Branches	Date Opened
	Assets (in millions)	Equity/ Assets	NPAs/ Assets	Income (in thousands)		
2008						
BlueRidge Bank, Frederick	\$60.8	25.32%	-	\$(2,736)	1	4/08
2007						
Revere Bank, Laurel	\$73.3	21.11%	-	\$(2,645)	1	11/07
2005						
Monument Bank, Bethesda ^(TARP)	\$210.0	10.98%	-	\$2,113	1	9/05
2004						
Howard Bank, Ellicott City ^(TARP)	\$249.0	11.20%	4.10%	\$428	5	8/04
HarVest Bank, Rockville	<u>207.4</u>	<u>8.12</u>	<u>6.07</u>	<u>(947)</u>	<u>4</u>	11/04
Average	\$228.2	9.66%	5.09%	\$(260)	5	
2003						
Congressional Bank, Potomac	\$197.3	11.30%	.31%	\$(683)	4	10/03
2001						
Frederick County Bank	\$259.0	9.98%	.44%	\$1,037	4	10/01
2000						
Bay National, Baltimore	\$297.4	7.43%	5.53%	\$(3,586)	2	5/00
CommerceFirst, Annapolis	<u>172.6</u>	<u>9.65</u>	<u>3.11</u>	<u>155</u>	<u>5</u>	6/00
Average	\$235.0	8.54%	4.32%	\$(1,716)	4	
1999						
Capital, Rockville ^(TARP)	\$208.2	8.80%	2.51%	\$860	3	12/99
1998						
EagleBank, Bethesda ^(TARP)	\$1,491.1	9.18%	3.27%	\$8,673	13	7/98
1993						
Easton B&T	\$171.7	7.78%	2.71%	\$722	7	7/93
1990						
BankAnnapolis ^(TARP)	\$469.6	8.36%	2.43%	\$831	8	1/90
County First, La Plata	<u>168.0</u>	<u>11.88</u>	<u>.17</u>	<u>1,280</u>	<u>7</u>	3/90
Average	\$318.8	10.12%	1.30%	\$1,056	8	

<i>Massachusetts</i>	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets (in millions)</i>	<i>Equity / Assets</i>	<i>NPAs/ Assets</i>	<i>Income (in thousands)</i>		
2008						
Nuvo B&T, Springfield	\$23.4	36.64%	-	\$(628)	1	4/08
2006						
Bank of Cape Cod	\$79.4	12.46%	-	\$(1,219)	2	8/06
2002						
Leader Bank, Arlington ^(TARP)	\$295.4	8.73%	.25%	\$1,968	4	5/02
2001						
Commonwealth, Worcester*	\$297.0	8.46%	1.60%	\$(1,430)	6	11/01

*Announced acquisition by Berkshire Hills Bancorp, Inc.

<i>New Jersey</i>	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets (in millions)</i>	<i>Equity/ Assets</i>	<i>NPAs/ Assets</i>	<i>Income (in thousands)</i>		
2008						
Freedom Bank, Oradell	\$91.6	12.07%	-	\$(2,284)	1	4/08
New Jersey Community, Freehold	52.5	26.83	-	(2,523)	1	7/08
Harmony Bank, Jackson	28.8	47.91	-	(1,481)	1	9/08
Cross River, Teaneck	24.4	32.39	-	(1,855)	1	6/08
Community First, Somerset	<u>19.0</u>	<u>43.09</u>	<u>-</u>	<u>(1,790)</u>	<u>1</u>	10/08
Median	\$28.8	32.39%	-	\$(1,855)	1	
2007						
Bank of Princeton	\$208.5	12.86%	.72%	\$(2,154)	4	4/07
First Bank, Williamstown	189.3	13.07	.05	(2,122)	3	4/07
First Choice, Lawrenceville	170.0	11.20	.92	(274)	1	3/07
BankAsiana, Palisades Park	104.8	16.47	.57	(2,742)	2	10/07
Capital Bank, Vineland	100.5	18.22	-	(486)	1	4/07
Regal Bank, Livingston	<u>83.5</u>	<u>14.48</u>	<u>-</u>	<u>(2,061)</u>	<u>2</u>	12/07
Median	\$137.4	13.78%	.31%	\$(2,092)	2	
2006						
Bank of New Jersey, Fort Lee	\$317.0	15.16%	.63%	\$631	6	5/06
First State, Cranford	239.5	7.62	3.37	(1,898)	2	1/06
Heritage Community, Randolph	107.4	11.43	2.16	(1,755)	3	3/06
Northern State, Closter ^(TARP)	<u>53.8</u>	<u>7.61</u>	<u>-</u>	<u>(1,196)</u>	<u>1</u>	1/06
Median	\$173.5	9.53%	1.40%	\$(1,476)	3	
2005						
North Jersey Community, Englewood Cliffs	\$421.5	7.70%	-	\$1,589	7	1/05
Indus American, Iselin	142.6	8.89	-	(2,887)	5	12/05
Highlands State, Vernon ^(TARP)	<u>125.9</u>	<u>9.57</u>	<u>.57%</u>	<u>(1,071)</u>	<u>3</u>	10/05
Median	\$142.6	8.89%	-	\$(1,071)	5	
2003						
Liberty Bell, Cherry Hill	\$159.2	8.62%	2.49%	\$(306)	4	8/03
2002						
Grand Bank, Hamilton	\$320.0	5.41%	3.37%	\$2,088	2	3/02
Pascack Comm., Westwood ^(TARP)	226.3	7.67	.90	(879)	4	2/02
Enterprise, Kenilworth	<u>103.3</u>	<u>10.91</u>	<u>2.90</u>	<u>(226)</u>	<u>2</u>	8/02
Median	\$226.3	7.67%	2.90%	\$(226)	2	

<i>New Jersey (continued)</i>	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets (in millions)</i>	<i>Equity/ Assets</i>	<i>NPAs/ Assets</i>	<i>Income (in thousands)</i>		
2001						
Mariner's Bank, Edgewater	\$295.9	6.49%	2.36%	\$(3,290)	6	5/01
ISN Bank, Cherry Hill*	<u>116.8</u>	<u>4.04</u>	<u>16.13</u>	<u>(3,781)</u>	<u>2</u>	5/01
Average	\$206.3	5.27%	9.25%	\$(3,536)	4	
2000						
Two River Comm., Middletown ^(TARP)	\$623.6	13.10%	2.17%	\$954	15	2/00
BCB Community, Bayonne	597.5	9.09	.87	3,656	4	11/00
1st Colonial, Collingswood	230.9	8.60	.94	657	3	6/00
Hilltop Comm., Summit ^(TARP)	206.8	8.99	.13	138	3	2/00
Harvest Comm., Pennsville	193.4	7.60	.90	822	4	1/00
Rumson-Fair Haven Bank	153.1	9.07	.87	302	5	7/00
Allegiance Comm., S. Orange	<u>121.6</u>	<u>5.61</u>	<u>1.42</u>	<u>(558)</u>	<u>2</u>	5/00
Median	\$206.8	8.99%	.90%	\$657	4	
1999						
Parke Bank, Sewell ^(TARP)	\$637.3	11.11%	2.12%	\$5,536	4	1/99
Cornerstone, Moorestown	278.4	7.04	.74	(325)	6	10/99
Hopewell Valley, Pennington	266.0	8.16	1.10	649	6	2/99
New Millennium, New Brunswick	<u>232.6</u>	<u>9.92</u>	<u>5.12</u>	<u>749</u>	<u>2</u>	7/99
Median	\$272.2	9.04%	1.61%	\$699	5	
1998						
Central Jersey, Long Branch**	\$577.1	15.20%	.82%	\$2,823	13	7/98
Somerset Hills, Bernardsville	<u>316.1</u>	<u>9.76</u>	<u>.04</u>	<u>1,784</u>	<u>6</u>	12/98
Median	\$446.6	12.48%	.43%	\$2,304	10	
1997						
Shore Comm., Toms River	\$227.0	8.02%	3.51%	\$(7)	6	2/97
First BankAmericano, Elizabeth***	<u>161.8</u>	<u>1.74</u>	<u>8.48</u>	<u>(14,711)</u>	<u>6</u>	1/97
Median	\$194.4	4.88%	6.00%	\$(7,359)	6	
1991						
Unity Bank, Clinton ^(TARP)	\$885.8	7.77%	2.43%	\$1,556	17	9/91
1990						
Sterling Bank, Mount Laurel	\$393.0	8.14%	4.60%	\$(16,119)	10	12/90

*Announced acquisition by MidCap Financial Holdings, LLC.

**Announced acquisition by OceanFirst Financial Corp.

***Announced acquisition by JJR Bank Holding Company, Inc.

<i>New York</i>	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets (in millions)</i>	<i>Equity/ Assets</i>	<i>NPAs/ Assets</i>	<i>Income (in thousands)</i>		
2009						
Hanover Community, Garden City Park	\$61.1	15.27%	-	\$(3,288)	1	1/09
2008						
Herald National, New York	\$160.1	26.86%	-	\$(19,305)	3	11/08
Empire National, Islandia	136.1	20.56	-	(6,580)	3	2/08
Westchester Bank, Yonkers	75.4	22.40	-	(5,876)	1	6/08
Savoy Bank, New York	62.4	14.90	-	(5,549)	1	1/08
Gold Coast, Islandia	<u>60.2</u>	<u>30.60</u>	<u>-</u>	<u>(1,922)</u>	<u>1</u>	3/08
Median	\$75.4	22.40%	-	\$(5,876)	1	
2007						
Madison National, Merrick	\$278.7	10.39%	1.11%	\$259	3	2/07
Alma Bank, Astoria	241.5	19.14	-	(675)	3	9/07
Global Bank, New York	101.8	8.19	2.27	(1,374)	1	3/07
Waterford Village, Williamsville	61.4	5.56	1.32	(2,414)	1	2/07
USNY Bank, Geneva	54.1	11.41	.29	(706)	2	7/07
CheckSpring Bank, Bronx	<u>22.9</u>	<u>44.63</u>	<u>-</u>	<u>(1,810)</u>	<u>1</u>	10/07
Median	\$81.6	10.90%	.70%	\$(1,040)	2	
2006						
United International, Flushing	\$169.1	9.62%	3.57%	\$(677)	1	2/06
NewBank, Flushing	<u>113.3</u>	<u>10.65</u>	<u>.59</u>	<u>701</u>	<u>2</u>	9/06
Average	\$141.2	10.14%	2.08%	\$12	2	
2005						
Community National, Great Neck	\$366.6	11.79%	-	\$(2,111)	9	4/05
LibertyPointe, New York	243.8	6.18	8.62	(8,919)	4	10/05
USA Bank, Port Chester	<u>215.2</u>	<u>7.17</u>	<u>6.52</u>	<u>(2,772)</u>	<u>1</u>	12/05
Median	\$243.8	7.17%	6.52%	\$(2,772)	4	
2004						
Empire State, Newburgh	\$146.5	6.53%	1.26%	\$(1,748)	3	6/04
2002						
Community Bank of Orange, Middletown	\$119.5	23.43%	1.72%	\$(2,235)	3	10/02
2000						
Alpine Capital, NYC	\$233.5	10.77%	-	\$2,787	1	3/00
American Comm., Glen Cove	<u>151.7</u>	<u>8.20</u>	<u>-</u>	<u>645</u>	<u>3</u>	1/00
Average	\$192.6	9.49%	-	\$1,716	2	

<i>New York (continued)</i>	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets (in millions)</i>	<i>Equity / Assets</i>	<i>NPAs/ Assets</i>	<i>Income (in thousands)</i>		
1999						
First American, Brooklyn ^(TARP)	\$618.3	10.51%	1.38%	\$2,394	9	11/99
Metropolitan, NYC	<u>562.4</u>	<u>11.32</u>	<u>3.02</u>	<u>(735)</u>	<u>6</u>	6/99
Average	\$590.4	10.92%	2.20%	\$830	8	
1998						
Hamptons State, Southampton	\$63.5	7.20%	-	\$28	1	10/98
1997						
Victory State, Staten Island	\$223.0	10.52%	.74%	\$2,015	5	11/97
1996						
Modern Bank, NYC	\$644.8	5.30%	.76%	\$(13,683)	3	2/96
1995						
Capital B&T, Albany	\$250.0	8.30%	.85%	\$695	5	12/95
1993						
Catskill Hudson, Rock Hill	\$244.1	7.39%	1.01%	\$827	11	12/93

<i>North Carolina</i>	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets (in millions)</i>	<i>Equity/ Assets</i>	<i>NPAs/ Assets</i>	<i>Income (in thousands)</i>		
2008						
Live Oak Banking, Wilmington	\$111.4	9.27%	.04%	\$(2,926)	1	5/08
Forest Commercial, Asheville	51.0	34.39	-	(2,150)	2	3/08
BlueHarbor Bank, Mooresville	72.6	23.98	-	(2,293)	2	1/08
Pisgah Community, Asheville*	44.7	16.81	.26	(1,083)	1	5/08
Premier Commercial, Greensboro	37.1	48.26	-	(2,822)	1	5/08
Great State, Wilkesboro	<u>28.6</u>	<u>31.26</u>	<u>-</u>	<u>(879)</u>	<u>2</u>	7/08
Median	\$47.9	27.62%	-	\$(2,222)	2	
2007						
KeySource Commerical, Durham	\$166.8	9.79%	1.44%	\$(292)	1	3/07
Carolina Premier, Charlotte	68.7	21.50	-	(2,017)	1	8/07
Oldtown Bank, Waynesville	42.5	25.81	.61	(746)	1	9/07
Nuestro Banco, Raleigh**	<u>17.0</u>	<u>51.27</u>	<u>-</u>	<u>(3,356)</u>	<u>1</u>	9/07
Median	\$55.6	23.66%	.31%	\$(1,382)	1	
2006						
Park Sterling, Charlotte	\$444.5	10.23%	.64%	\$1,716	3	10/06
Aquesta Bank, Cornelius	181.8	9.30	2.38	(341)	2	8/06
Bank of Commerce, Charlotte (TARP)	168.9	11.24	1.32	225	1	2/06
CapStone Bank, Raleigh	158.7	15.35	-	453	1	8/06
Union B&T, Oxford	148.0	7.96	-	(1,101)	4	4/06
Community Bank, Salisbury*	146.6	7.24	1.55	818	2	2/06
Providence Bank, Rocky Mount	127.1	9.88	-	(227)	3	3/06
Patriot State, Fuquay-Varina	111.1	14.79	2.88	(1,417)	3	8/06
VantageSouth, Burlington	<u>96.4</u>	<u>7.58</u>	<u>3.09</u>	<u>(1,470)</u>	<u>2</u>	3/06
Median	\$148.0	9.88%	1.32%	\$(227)	2	
2005						
Square 1, Durham	\$1,241.7	6.75%	.68%	\$(13,623)	1	8/05
Greystone, Raleigh	644.9	8.12	1.09	890	1	11/05
NewDominion, Charlotte	<u>564.9</u>	<u>7.60</u>	<u>3.75</u>	<u>772</u>	<u>6</u>	1/05
Median	\$644.9	7.60%	1.09%	\$772	1	

*Affiliated with Capitol Bancorp.

**Announced acquisition by Four Oaks Fincorp, Inc.

	March 31, 2009			LTM Net	No. of Branches	Date Opened
	Assets (in millions)	Equity/ Assets	NPAs/ Assets	Income (in thousands)		
North Carolina (continued)						
2004						
Mountain 1st, Hendersonville ^(TARP)	\$716.9	8.06%	3.60%	\$266	15	4/04
Nantahala B&T, Franklin	199.2	8.18	2.28	(508)	3	10/04
Alliance B&T, Shelby* ^(TARP)	170.0	16.25	2.75	(691)	4	9/04
TriStone Comm., Winston Salem** ^(TARP)	157.7	9.10	.47	169	2	11/04
Select B&T, Winterville	147.8	11.62	-	697	2	8/04
Carolina Commerce, Gastonia***	<u>103.5</u>	<u>9.49</u>	<u>2.33</u>	<u>(1,248)</u>	<u>1</u>	6/04
Median	\$163.8	9.30%	2.31%	\$(170)	3	
2001						
Sound Banking, Morehead City ^(TARP)	\$131.0	9.32%	3.15%	\$(77)	3	9/01
Parkway Bank, Lenoir	<u>126.0</u>	<u>9.61</u>	<u>2.73</u>	<u>(2,391)</u>	<u>3</u>	8/01
Average	\$128.5	9.47%	2.94%	\$(1,234)	3	
2000						
North State, Raleigh	\$720.1	7.07%	1.27%	\$3,195	7	6/00
New Century, Dunn	627.9	11.69	1.59	733	10	5/00
Bank of Oak Ridge ^(TARP)	345.5	7.26	1.21	1,245	5	4/00
TrustAtlantic, Greenville	329.2	10.43	1.09	(3,150)	5	5/00
Cornerstone Bank, Wilson	203.7	8.23	5.77	(827)	2	3/00
Carolina Trust, Lincolnton ^(TARP)	<u>171.6</u>	<u>11.74</u>	<u>2.45</u>	<u>(659)</u>	<u>6</u>	12/00
Median	\$337.4	9.33%	1.43%	\$37	6	
1999						
Paragon, Raleigh	\$1,260.0	7.15%	1.86%	\$1,234	3	5/99
First Trust, Charlotte	<u>466.1</u>	<u>9.12</u>	<u>.23</u>	<u>3,774</u>	<u>3</u>	1/99
Average	\$863.1	8.14%	1.05%	\$2,504	3	
1998						
Crescent State, Cary**** ^(TARP)	\$1,092.0	10.82%	1.69%	\$1,946	15	12/98
Bank of the Carolinas, Mocksville ^(TARP)	<u>600.1</u>	<u>7.22</u>	<u>2.52</u>	<u>(3,956)</u>	<u>10</u>	12/98
Average	\$846.0	9.02%	2.11%	\$(1,005)	13	

*Announced acquisition by 1st Financial Services Corporation.

**Announced acquisition by First Community Bancshares, Inc.

***Announced acquisition by Carolina Trust Bank.

****Affiliated with Crescent Financial Corporation.

<i>North Carolina (continued)</i>	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets (in millions)</i>	<i>Equity/ Assets</i>	<i>NPAs/ Assets</i>	<i>Income (in thousands)</i>		
1997						
Capital Bank, Raleigh ^(TARP)	\$1,664.0	10.23%	1.96%	\$(61,265)	33	6/97
Waccamaw, Whiteville	559.4	7.08	3.90	(2,089)	17	9/97
MidCarolina, Burlington	552.7	8.13	1.01	3,709	8	8/97
Bank of Asheville	<u>214.0</u>	<u>9.24</u>	<u>.93</u>	<u>1,223</u>	<u>5</u>	12/97
Median	\$556.0	8.69%	1.49%	\$(433)	13	
1996						
Southern Community, Winston Salem ^(TARP)	\$1,785.7	8.59%	1.74%	\$(43,134)	22	11/96
Carolina Bank, Greensboro ^(TARP)	633.5	8.18	2.13	2,543	9	11/96
Surrey B&T, Mount Airy ^(TARP)	<u>207.2</u>	<u>12.43</u>	<u>.88</u>	<u>2,095</u>	<u>5</u>	7/96
Median	\$633.5	8.59%	1.74%	\$2,095	9	
1991						
Bank of North Carolina, Thomasville ^(TARP)	\$1,588.9	8.75%	1.10%	\$5,269	18	12/91

<i>Pennsylvania</i>	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets</i> <i>(in millions)</i>	<i>Equity/Assets</i>	<i>NPAs/Assets</i>	<i>Income</i> <i>(in thousands)</i>		
2008						
Monument Bank, Doylestown	\$87.7	10.89%	-	\$(1,076)	1	2/08
Victory Bank, Limerick ^(TARP)	<u>38.0</u>	<u>19.49</u>	—	<u>(1,989)</u>	<u>2</u>	1/08
Average	\$62.8	15.19%	-	\$(1,533)	2	
2007						
TriState Capital, Pittsburgh ^(TARP)	\$1,297.0	10.68%	.29%	\$(22,206)	4	1/07
Vantage Point, Fort Washington	69.9	8.02	-	(2,418)	1	12/07
MileStone, Doylestown	65.7	17.27	-	(1,782)	1	11/07
Hometown, Bedford	56.3	13.36	-	(612)	1	4/07
Colonial American, West Conshohocken ^(TARP)	<u>31.5</u>	<u>9.32</u>	<u>1.57</u>	<u>(1,698)</u>	<u>2</u>	2/07
Median	\$65.7	10.68%	-	\$(1,782)	1	
2006						
Hyperion Bank, Philadelphia ^(TARP)	\$74.2	11.46%	.13%	\$(1,325)	1	11/06
MoreBank, Philadelphia	<u>53.0</u>	<u>9.63</u>	<u>.18</u>	<u>(1,801)</u>	<u>3</u>	3/06
Median	\$63.6	10.55%	.16%	\$(1,563)	2	
2005						
Graystone, Lancaster*	\$1,207.4	9.64%	.44%	\$(27)	28	11/05
First Priority, Malvern ^(TARP)	212.2	11.42	.38	(2,720)	5	11/05
First Resource, Exton ^(TARP)	112.9	10.32	2.89	(377)	1	5/05
Valley Green, Philadelphia	<u>91.6</u>	<u>10.05</u>	<u>1.16</u>	<u>(1,407)</u>	<u>2</u>	11/05
Median	\$162.5	10.19%	.80%	\$(892)	4	
2004						
Penn Liberty, Wayne ^(TARP)	\$370.0	9.28%	.38%	\$(2,451)	8	9/04
Meridian, Berwyn ^(TARP)	257.2	9.59	.74	(673)	3	7/04
Bucks County, Doylestown	199.5	9.70	1.19	(1,047)	4	8/04
Gateway, McMurray	106.7	12.57	-	(269)	2	5/04
Clarion County Comm., Clarion	<u>82.4</u>	<u>11.16</u>	<u>.26</u>	<u>348</u>	<u>3</u>	1/04
Median	\$199.5	9.70%	.38%	\$(673)	3	
2003						
Integrity, Camp Hill	\$431.7	5.65%	.24%	\$2,792	6	6/03
Affinity, Wyomissing	145.0	8.13	1.28	(38)	4	4/03
Berkshire, Wyomissing	<u>136.8</u>	<u>7.25</u>	<u>3.07</u>	<u>(939)</u>	<u>5</u>	9/03
Median	\$145.0	7.25%	1.28%	\$(38)	5	

*Announced merger of equals with Tower Bancorp, Inc.

<i>Pennsylvania (continued)</i>	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets (in millions)</i>	<i>Equity/ Assets</i>	<i>NPAs/ Assets</i>	<i>Income (in thousands)</i>		
2002						
York Traditions, York ^(TARP)	\$201.6	9.27%	1.36%	\$128	3	10/02
2001						
Embassy Bank, Bethlehem	\$453.5	7.51%	.15%	\$1,473	4	11/01
Landmark Community, Pittston	170.3	9.21	.36	732	3	3/01
Earthstar, Upper Southampton	<u>155.1</u>	<u>5.07</u>	<u>8.56</u>	<u>(6,169)</u>	<u>4</u>	1/01
Median	\$170.3	7.51%	.36%	\$732	4	
2000						
First CornerStone, King of Prussia	\$212.4	7.64%	5.24%	\$52	5	3/00
1999						
Stonebridge Bank, Exton ^(TARP)	\$488.1	8.07%	4.22%	\$(1,352)	5	2/99
Allegiance, Bala Cynwyd	161.4	8.89	8.65	(5,741)	5	7/99
Asian Bank, Philadelphia	86.4	5.78	2.10	18	1	6/99
Philadelphia Trust, Philadelphia	<u>19.4</u>	<u>53.46</u>	<u>-</u>	<u>(147)</u>	<u>1</u>	4/99
Median	\$123.9	8.48%	3.16%	\$(750)	3	
1998						
Enterprise Bank, Allison Park	\$179.1	7.30%	7.22%	\$170	2	10/98
1997						
American Bank, Allentown	\$482.6	6.46%	.08%	\$(265)	1	6/97
New Century, Phoenixville	<u>265.1</u>	<u>6.32</u>	<u>4.01</u>	<u>(858)</u>	<u>5</u>	6/97
Average	\$373.8	6.39%	2.05%	\$(562)	3	
1992						
United Bank, Philadelphia	\$70.3	11.02%	6.19%	\$(658)	4	3/92
1990						
Woodlands Bank, Williamsport	\$253.5	7.02%	2.46%	\$925	6	10/90

<i>South Carolina</i>	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets</i> <i>(in millions)</i>	<i>Equity/Assets</i>	<i>NPAs/Assets</i>	<i>Income</i> <i>(in thousands)</i>		
2008						
VistaBank, Aiken	\$81.0	16.71%	-	\$(1,784)	2	1/08
2007						
Carolina Alliance, Spartanburg	\$172.5	12.89%	-	\$(1,265)	1	1/07
Southern Atlantic, Myrtle Beach	<u>127.8</u>	<u>13.17</u>	<u>-</u>	<u>(2,892)</u>	<u>2</u>	12/07
Average	\$150.1	13.03%	-	\$(2,079)	2	
2006						
BankMeridian, Columbia	\$279.3	10.48%	4.24%	\$(1,354)	3	5/06
Harbor National, Charleston	207.5	13.13	.24	183	4	2/06
Congaree State, West Columbia ^(TARP)	127.6	8.07	.63	(2,699)	2	10/06
Pinnacle Bank, Greenville	110.5	13.85	1.21	51	2	1/06
Atlantic Community, Bluffton	94.9	9.97	2.47	(367)	3	1/06
BankGreenville ^(TARP)	<u>89.5</u>	<u>11.66</u>	<u>1.37</u>	<u>(26)</u>	<u>1</u>	1/06
Median	\$119.0	11.07%	1.29%	\$(197)	3	
2005						
CommunitySouth B&T, Easley	\$384.7	8.07%	4.77%	\$(3,383)	6	1/05
Independence, Greenville	140.3	11.03	1.71	(691)	3	5/05
Palmetto Heritage, Pawleys Island	<u>106.6</u>	<u>11.71</u>	<u>1.54</u>	<u>(193)</u>	<u>2</u>	1/05
Median	\$140.3	11.03%	1.71%	\$(691)	3	
2004						
CoastalStates, Hilton Head Island	\$435.5	7.83%	4.79%	\$(1,079)	5	8/04
2003						
Tidelands Bank, Mt. Pleasant ^(TARP)	\$790.3	6.88%	2.64%	\$(3,871)	8	10/03
2001						
Crescent Bank, Myrtle Beach*	\$530.8	5.91%	2.11%	\$3,610	4	7/01
2000						
First National, Spartanburg	\$834.1	7.41%	9.16%	\$(44,505)	14	3/00
Southern First, Greenville ^(TARP)	<u>704.0</u>	<u>9.65</u>	<u>1.87</u>	<u>2,285</u>	<u>6</u>	1/00
Median	\$769.1	8.53%	5.52%	\$(21,110)	10	

*Affiliated with Carolina Financial.

<i>South Carolina</i> (continued)	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets</i> <i>(in millions)</i>	<i>Equity/ Assets</i>	<i>NPAs/ Assets</i>	<i>Income</i> <i>(in thousands)</i>		
1999						
First Reliance, Florence ^(TARP)	\$636.9	8.92%	3.95%	\$541	6	8/99
Cornerstone, Easley	180.9	10.52	3.46	94	3	9/99
Heritage Community, Hartsville	110.2	9.17	2.18	(247)	3	6/99
South Carolina Community, Columbia	86.6	8.01	6.00	(552)	5	3/99
Seneca National Bank	<u>73.1</u>	<u>9.31</u>	<u>5.07</u>	<u>(397)</u>	<u>1</u>	2/99
Median	\$110.2	9.17%	3.95%	\$(247)	3	
1998						
SouthCoast Community, Mount Pleasant	\$513.0	9.68%	3.06%	\$(304)	11	7/98
GrandSouth, Fountain Inn ^(TARP)	374.1	8.26	2.12	1,376	3	9/98
Bank of Anderson	<u>136.7</u>	<u>9.84</u>	<u>2.57</u>	<u>(1,721)</u>	<u>2</u>	9/98
Median	\$374.1	9.68%	2.57%	\$(304)	3	
1997						
Community First, Charleston *	\$568.9	5.46%	2.49%	\$2,278	6	4/97
1996						
Beach First, Myrtle Beach	\$717.7	7.08%	4.84%	\$(8,784)	7	9/96
First South, Spartanburg	<u>467.6</u>	<u>8.68</u>	<u>5.37</u>	<u>2,001</u>	<u>5</u>	8/96
Average	\$592.7	7.88%	5.11%	\$(3,392)	6	
1995						
First Community, Lexington ^(TARP)	\$650.3	11.98%	1.35%	\$(6,680)	11	8/95
1990						
Community First, Walhalla	\$478.6	8.02%	3.22%	\$856	7	3/90

*Affiliated with Carolina Financial.

<i>Virginia</i>	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets (in millions)</i>	<i>Equity/ Assets</i>	<i>NPAs/ Assets</i>	<i>Income (in thousands)</i>		
2009						
Cornerstone Bank, Lexington	\$14.1	59.37%	-	\$(1,119)	1	2/09
2008						
Virginia Partners, Fredericksburg	\$52.3	35.87%	-	\$(2,748)	3	8/08
Frontier Community, Waynesboro	35.3	22.90	-	(1,522)	1	2/08
Community Capital, Christiansburg	<u>11.4</u>	<u>59.01</u>	<u>-</u>	<u>(324)</u>	<u>1</u>	8/08
Median	\$35.3	35.87%	-	\$(1,522)	1	
2007						
Chain Bridge, McLean	\$151.2	10.15%	.30%	\$(893)	1	8/07
First Virginia Community, Fairfax	102.4	18.87	.17	(3,248)	2	11/07
Select Bank, Forest	83.6	13.91	.64	(1,226)	2	6/07
Old Dominion, North Garden	<u>50.7</u>	<u>10.12</u>	<u>.64</u>	<u>(1,012)</u>	<u>2</u>	7/07
Median	\$93.0	12.03%	.47%	\$(1,119)	2	
2006						
John Marshall, Falls Church	\$167.6	17.70%	.50%	\$(3,156)	4	4/06
Virginia Business, Richmond	<u>162.9</u>	<u>7.19</u>	<u>1.26</u>	<u>(1,741)</u>	<u>2</u>	4/06
Average	\$165.2	12.45%	.88%	\$(2,449)	3	
2005						
Sonabank, Charlottesville	\$428.0	15.62%	1.25%	\$1,295	8	4/05
Virginia Heritage, Fairfax	276.7	10.86	1.38	(884)	3	11/05
HomeTown, Roanoke	254.6	9.56	.69	(1,700)	5	11/05
Virginia Company, Newport News	<u>104.5</u>	<u>8.30</u>	<u>.91</u>	<u>(916)</u>	<u>2</u>	10/05
Median	\$265.6	10.21%	1.08%	\$(900)	4	
2004						
WashingtonFirst, Reston ^(TARP)	\$319.2	10.48%	1.21%	\$22	8	4/4
Bank of Virginia, Midlothian	221.9	7.56	1.58	(1,125)	5	1/04
MainStreet, Herndon	<u>200.9</u>	<u>11.25</u>	<u>.34</u>	<u>168</u>	<u>2</u>	5/04
Average	\$221.9	10.48%	1.21%	\$22	5	
2003						
SuffolkFirst Bank*	\$174.1	9.45%	.98%	\$260	3	1/03
Colonial Virginia, Gloucester	111.1	10.80	.26	123	3	11/03
Citizens National, Windsor	<u>46.4</u>	<u>16.00</u>	<u>1.10</u>	<u>211</u>	<u>1</u>	4/03
Median	\$111.1	10.80%	.98%	\$211	3	

*Announced acquisition by Xenith Corp.

<i>Virginia</i> (continued)	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets (in millions)</i>	<i>Equity/ Assets</i>	<i>NPAs/ Assets</i>	<i>Income (in thousands)</i>		
2002						
Peoples Bank, Richmond	\$262.3	13.29%	.47%	\$2,394	4	4/02
Franklin, Rocky Mount*	222.5	9.41	4.11	418	4	9/02
Highlands, Covington	<u>83.9</u>	<u>10.05</u>	<u>.27</u>	<u>277</u>	<u>2</u>	9/02
Median	\$222.5	10.05%	.47%	\$418	4	
2001						
Freedom Bank, Vienna	\$146.7	12.40%	3.76%	\$(6,450)	2	7/01
2000						
Smith River, Martinsville*	\$81.9	10.08%	2.24%	\$(341)	5	7/00
1999						
TowneBank, Portsmouth ^(TARP)	\$3,305.8	12.76%	.57%	\$24,503	18	4/99
Access National, Chantilly	754.5	8.26	1.45	6,579	5	12/99
Monarch, Chesapeake	634.2	8.88	2.07	1,659	10	4/99
Village Bank, Midlothian ^(TARP)	564.6	9.10	3.32	894	15	12/99
Bank of the James, Lynchburg	375.4	7.63	1.66	(125)	9	7/99
Millennium, Reston	299.7	6.07	7.02	(23,579)	4	4/99
Citizens Community, South Hill ^(TARP)	<u>170.9</u>	<u>12.40</u>	<u>1.71</u>	<u>93</u>	<u>5</u>	12/99
Median	\$564.6	8.88%	1.71%	\$894	9	
1998						
Cardinal Financial, McLean	\$1,783.3	9.52%	.35%	\$3,172	25	6/98
New Peoples Bank, Honaker	820.8	8.69	1.59	5,726	32	10/98
Alliance Bank, Fairfax	613.4	7.53	1.98	(6,944)	7	11/98
First Capital, Glen Allen** ^(TARP)	472.8	8.39	1.74	(102)	7	12/98
Virginia National, Charlottesville	<u>395.7</u>	<u>9.68</u>	<u>.34</u>	<u>(111)</u>	<u>9</u>	7/98
Median	\$613.4	8.69%	1.59%	\$(102)	9	
1995						
Valley Bank, Roanoke ^(TARP)	\$686.1	9.20%	.89%	\$1,532	8	5/95

*Affiliated with MainStreet Bankshares, Inc.

**Announced acquisition by Eastern Virginia Bankshares.

<i>West Virginia</i>	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets (in millions)</i>	<i>Equity/ Assets</i>	<i>NPAs/ Assets</i>	<i>Income (in thousands)</i>		
2003						
First Bank, Charleston ^(TARP)	\$147.1	11.21%	.20%	\$1,032	1	6/03
2001						
Main Street, Wheeling	\$196.4	8.91%	2.63%	\$1,158	3	6/01
2000						
Centra Bank, Morgantown	\$1,221.7	9.44%	.65%	\$8,227	15	2/00
1999						
MVB Bank, Fairmont	\$286.3	10.39%	1.22%	\$1,114	5	1/99
Guaranty B&T, Huntington*	<u>137.6</u>	<u>8.91</u>	<u>.42</u>	<u>106</u>	<u>3</u>	<u>3/99</u>
Average	\$212.0	9.65%	.82%	\$610	4	
1996						
First Sentry, Huntington	\$343.4	6.89%	.80%	\$2,036	2	10/96
Rock Branch Community, Nitro	<u>59.1</u>	<u>8.40</u>	<u>1.79</u>	<u>(520)</u>	<u>1</u>	<u>10/96</u>
Average	\$201.2	7.65%	1.30%	\$758	2	

*Announced Acquisition by First Sentry Bancshares, Inc.

<i>Other New England*</i>	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets (in millions)</i>	<i>Equity/ Assets</i>	<i>NPAs/ Assets</i>	<i>Income (in thousands)</i>		
2008						
Optima B&T, Portsmouth, NH	\$53.7	14.67%	-	\$(2,448)	1	1/08
2007						
Nashua Bank, Nashua, NH	\$78.6	15.10%	-	\$(875)	1	10/07
2006						
Hampshire First, Manchester, NH	\$132.5	19.57%	1.08%	\$(751)	3	11/06
2003						
Independence, East Greenwich, RI ^(TARP)	\$84.0	7.72%	.74%	\$(34)	1	3/03
1999						
Centrix B&T, Bedford, NH ^(TARP)	\$536.5	7.72%	.23%	\$3,455	5	6/99
1996						
Bank Rhode Island, East Providence, RI ^(TARP)	\$1,548.0	8.61%	1.14%	\$9,907	16	3/96
1991						
Ledyard National, Norwich, VT	\$376.4	8.36%	1.03%	\$1,529	7	5/91

*Includes Maine, New Hampshire, Rhode Island and Vermont.

Thriffs	March 31, 2009			LTM Net	No. of Branches	Date Opened
	Assets (in millions)	Equity/ Assets	NPAs/ Assets	Income (in thousands)		
2009						
1st Commonwealth, Arlington, VA	\$14.4	71.00%	-	\$(1,998)	1	2/09
2008						
Fieldpoint Private, Greenwich, CT	\$201.7	18.10%	-	\$(8,829)	1	4/08
2006						
East River Bank, Philadelphia, PA	\$151.6	9.61%	.89%	\$(366)	2	1/06
Southern B&T, Aiken, SC*	149.4	9.34	.45	(379)	3	9/06
Esquire Bank, Brooklyn, NY	130.8	10.20	-	(3,351)	2	10/06
Harbourside Comm., Hilton Head, SC**	72.2	7.33	5.17	(2,896)	2	2/06
Saddle River Valley Bank, NJ	69.4	9.05	-	(2,165)	2	6/06
Patriot Community, Woburn, MA	<u>60.8</u>	<u>14.39</u>	<u>-</u>	<u>(179)</u>	<u>1</u>	<u>4/06</u>
Median	\$101.5	9.48%	.23%	\$(1,272)	2	
2005						
Continental, Plymouth Meeting, PA	\$515.4	8.17%	.08%	\$713	9	9/05
Team Capital, Bethlehem, PA	469.4	8.42	1.16	595	10	11/05
Patriot Federal, Canajoharie, NY	64.9	10.01	.16	(369)	2	12/05
Golden First, Great Neck, NY	<u>27.4</u>	<u>12.10</u>	<u>6.66</u>	<u>(1,405)</u>	<u>1</u>	<u>3/05</u>
Median	\$267.2	9.22%	.66%	\$113	6	
2001						
InsurBanc, Farmington, CT	\$143.0	13.16%	.21%	\$535	1	4/01
Community Savings, Woodhaven, NY	<u>75.5</u>	<u>6.98</u>	<u>2.18</u>	<u>121</u>	<u>2</u>	<u>7/01</u>
Average	\$109.2	10.07%	1.20%	\$328	2	
2000						
Select Bank, Egg Harbor, NJ	\$132.8	5.32%	.82%	\$(2,405)	5	11/00
Province Bank, Marietta, PA	93.3	18.17	.11	453	3	9/00
Fort Lee Savings, Fort Lee, NJ ^(TARP)	<u>64.1</u>	<u>6.30</u>	<u>1.37</u>	<u>85</u>	<u>1</u>	<u>12/00</u>
Median	\$93.3	6.30%	.82%	\$85	3	
1999						
First Central, Glen Cove, NY	\$705.4	7.15%	5.06%	\$(1,759)	9	4/99
First Capital, Bennettsville, SC	<u>65.0</u>	<u>9.68</u>	<u>3.25</u>	<u>307</u>	<u>2</u>	<u>9/99</u>
Average	\$385.2	8.42%	4.16%	\$(726)	6	

*Affiliated with Southeastern Bank Financial Corporation.

**Affiliated with Savannah Bancorp.

<i>Thriffs (continued)</i>	<i>March 31, 2009</i>			<i>LTM Net</i>	<i>No. of Branches</i>	<i>Date Opened</i>
	<i>Assets (in millions)</i>	<i>Equity/ Assets</i>	<i>NPAs/ Assets</i>	<i>Income (in thousands)</i>		
1998						
Little Bank, Kinston, NC ^(TARP)	\$304.8	10.35%	1.58%	\$1,111	6	11/98
Community First, Pikesville, MD	63.0	13.75	2.55	(127)	1	5/98
New Republic, Rocky Mount, NC	<u>58.3</u>	<u>8.67</u>	<u>2.71</u>	<u>(34)</u>	<u>3</u>	12/98
Median	\$63.0	10.35%	2.55%	\$(34)	3	
1996						
Monadnock Community, Peterborough, NH	\$126.2	8.66%	.90%	\$166	2	5/96



LEADERS IN ACQUISITION ADVISORY SERVICES

1996-2009* BANK ACQUISITIONS

FINANCIAL ADVISOR RANKINGS • SELL SIDE HOME MARKET**

<i>Rank</i>	<i>Advisor</i>	<i>Number of Deals</i>	<i>Aggregate Deal Value (in millions)</i>
1.	Sandler O'Neill	53	\$35,389
2.	Keefe Bruyette	46	18,958
3.	Danielson Associates	41	3,175
4.	Boenning & Scattergood	25	1,410
5.	Scott & Stringfellow	22	844
6.	McConnell Budd	18	1,508
7.	Orr Group	17	964
8.	Austin Associates	15	987
9.	Ryan Beck	14	832
10.	Baxter Fentriss	13	961
11.	RBC Capital	12	557
11.	Carson Medlin	12	440
13.	McDonald Investments	10	1,099
13.	Janney Montgomery Scott	10	758
13.	Ostrowski & Co.	10	269
16.	Davenport & Company	9	784
16.	Finpro	9	289
18.	Friedman Billings Ramsey	8	691
18.	Stifel Nicolaus	8	655
18.	HAS Associates	8	118

*January 1, 1996 through June 9, 2009.
**Includes the Atlantic seaboard states from South Carolina to Maine plus Ohio and West Virginia.
Source: SNL Financial, Charlottesville, Virginia.

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Arnold G. Danielson
Chairman

David G. Danielson
President

G. Larry Warren
Managing Director

<i>Seller</i>	<i>Buyer</i>	<i>Deal Value</i> <i>(in millions)</i>	<i>Times Earnings</i>	<i>Price as a Percent of</i>		<i>Year Opened</i>
				<i>Tang. Book</i>	<i>Assets</i>	
<u>Announced in 2009</u>						
Central Jersey	OceanFirst Financial	\$61	23.2X	114%	10.6%	1998
First Capital	Eastern Virginia	26	-	74	6.1	1998
CNB Financial	Berkshire Hills	21	-	106	7.1	2001
AB&T Financial	1st Financial Services	17	-	71	10.1	2004
TriStone Community	First Community	8	-	58	5.5	2004
Apple Valley B&T	New England Bancshares	7	-	115	8.4	2001
Carolina Commerce	Carolina Trust	6	-	56	5.3	2004
Nuestro Banco	Four Oaks Fincorp	3	-	29	15.9	2007
ISN Bank	MidCap Financial	2	-	-	-	2001
First Bankshares	Xenith Corporation	-	-	-	-	2003
First Americano	JJR Bank Holding Company	-	-	-	-	1997
Median			23.2X	73%	7.8%	
<u>Announced in 2008</u>						
American Community	Yadkin Valley	\$94	23.7X	212%	17.8%	1998
Gateway Financial	Hampton Roads	87	7.5	77	4.1	1998
River City	Village B&T	20	-	131	16.7	2004
American Home	First Chester County	18	-	114	6.6	2001
Guaranty Financial	First Sentry	13	35.1	148	9.7	1999
Rivergreen Bank	Savings Bank of Maine	13	-	186	12.0	2003
Pennsylvania Business	NOVA Financial	11	-	138	9.2	1999
Community Bank	Investor Group	8	-	106	11.9	2005
Median			23.7X	135%	10.8%	
<u>Announced in 2007</u>						
Premier Community	United Bancshares	\$200	25.5X	377%	22.2%	1988
Community B&T	Chittenden	124	17.8	277	29.1	1990
Boardwalk	Cape Savings	101	-	200	22.2	1999
East Penn	Harleysville National	93	25.2	365	20.6	1991
Christiana B&T	National Penn	65	24.2	326	38.9	1994
Carolina National	First National Bancshares	59	30.8	188	26.3	2002
Bank of Richmond	Gateway Financial	56	28.2	305	33.2	1999
Fidelity & Trust	Eagle Bancorp	49	-	137	10.8	2003
TransCommunity	Community Bankers Acq.	49	-	162	22.6	2002
TSB Financial	SCBT Financial	43	33.4	279	22.5	1998
Cardinal State	Yadkin Valley	42	35.1	203	21.7	2001
Pocono Community	First Keystone	33	37.0	228	25.0	1997
Longleaf Community	Four Oaks Fincorp	13	-	169	23.3	2003
Citizens First	Premier Financial	12	22.7	197	19.8	2001
Median			26.9X	216%	22.6%	

Seller	Buyer	Deal Value (in millions)	Times Earnings	Price as a Percent of		Year Opened
				Tang. Book	Assets	
Announced in 2006						
Capital Crossing	Lehman Brothers	\$210	14.2X	280%	19.9%	1988
James Monroe	Mercantile	144	34.1	363	27.1	1998
Potomac Bank	Sandy Spring	66	42.7	268	26.7	1998
CN Bancorp	Sandy Spring	44	31.6	215	29.2	1996
Port City Capital	Crescent Financial	39	20.5	295	23.8	2002
SterlingSouth	BNC Bancorp	35	30.9	276	23.6	2000
Albemarle First	Premier Community	29	-	251	23.9	1998
First Valley	New England Banc	26	27.0	241	13.8	1999
First Citizens	Gardiner Savings	21	27.3	167	15.4	1990
Islands Bancorp	Ameris Bancorp	19	33.9	267	26.8	2001
Community Capital	Carver	11	-	149	6.9	1990
First Liberty	WashingtonFirst	10	-	145	11.1	1988
United Heritage	Cathay General	9	-	188	15.6	1997
Millennia Community	TrustAtlantic Financial	8	-	159	26.3	2000
Median			31.3X	246%	23.7%	
Announced in 2005						
Columbia	Fulton	\$313	20.9X	340%	24.4%	1988
Integrity	FNB	130	-	275	19.2	1995
Summit Financial	First Citizens	110	24.8	297	34.3	1990
SVB	Fulton	90	26.1	314	18.9	1991
Legacy Bank	F.N.B.	73	35.7	256	19.2	1999
Long Island Financial	New York Community	70	20.4	245	12.9	1990
Town	Community Partners	39	25.6	274	28.0	1998
Advantage	Sun	37	43.1	266	22.3	1999
Trinity	Citizens South	35	17.9	269	23.5	1999
Community First	American National	33	31.4	242	20.9	1999
Sun	SCBT	28	-	300	29.2	2000
Franklin	Interchange	25	18.2	242	31.2	2000
United	FNB	25	-	239	16.4	1998
Liberty	Wilshire	16	-	179	26.8	1998
Bank of Camden	First Community	10	-	191	21.8	2001
Castle B&T	Nutmeg Financial	8	34.2	138	10.8	1999
Smith River Comm.	Argentum Capital	7	-	152	10.7	2000
Median			25.6X	256%	22.3%	
Announced in 2004						
First Washington	Fulton	\$127	26.0X	349%	26.4%	1989
Community Bancorp	Sun Bancorp	83	34.7	348	19.5	1997
First Heritage	Community Bank System	74	23.1	249	25.7	1994
Pennsylvania State	Sterling Financial	47	32.2	307	24.7	1989
People's Community	First Citizens	40	31.0	314	32.8	1997
Madison	Leesport Financial	38	24.8	295	19.5	1989
First City	Webster Financial	33	16.7	233	17.3	1989
Red Oak	Center Bancorp	27	43.9	231	28.3	1999
New Commerce	SCBT Financial	20	-	238	21.4	1999
Bank of Westport	Fairfield County Bank	11	-	171	16.7	1998
Median			28.5X	272%	23.0%	

Seller	Buyer	Deal Value (in millions)	Times Earnings	Price as a Percent of		Year Opened
				Tang. Book	Assets	
Announced in 2003						
Resource	Fulton	\$195	21.6X	366%	23.7%	1988
MountainBank	South Financial	142	21.0	264	15.6	1997
Premier	Fulton	89	23.5	388	15.4	1992
Harbor	TowneBank	84	49.8	337	33.2	1996
Millennium	Harleysville National	46	-	313	23.7	1998
Hometown Heritage	National Penn	38	-	269	30.3	1999
High Country	Yadkin Valley	37	40.3	230	20.7	1998
CSB	Lakeland	34	31.3	294	27.8	1997
First County	Univest	30	-	284	21.5	1996
Suburban Community	Univest	24	28.1	252	28.2	1996
Horizon B&T	South Shore Savings	19	22.0	167	15.9	1998
FNB	American Community	16	25.1	210	22.1	1996
First Carolina State	Capitol	11	-	178	18.7	2000
Centennial	Crescent Financial	9	-	177	14.9	2000
Median			25.1X	264%	21.8%	
Announced in 2002						
FirstService Bank	National Penn	\$ 95	32.5X	332%	23.7%	1995
Bridge View	Interchange Financial	87	21.2	304	32.1	1990
Northwestern National	United Community	36	26.3	226	26.4	1992
Piedmont Bank	Yadkin Valley	27	36.5	168	12.3	1997
High Street	Capital Bank	21	-	135	12.8	1997
First Commerce	Bank of Granite	19	20.0	159	11.6	1996
Metro-County Bank	Southern Financial	17	-	201	18.1	1997
CNB	MountainBank	14	22.1	169	24.8	1994
Northern State	Legacy	13	-	145	16.7	1999
First-Central Jersey	Synergy Financial	2	-	69	3.6	1998
Median			24.2X	169%	17.4%	
Announced in 2001						
Commercial Bank	North Fork	\$175	17.2X	168%	11.5%	1988
Maine Bank	Chittenden	49	14.3	185	21.0	1991
Park Meridan	Regions	49	17.8	201	17.3	1991
First Western	Mountain Bank	20	-	143	25.8	1997
Pennsylvania Capital	Three Rivers	18	19.5	187	13.9	1990
Independence Bank	Bank of North Carolina	7	-	145	12.3	1997
Median			17.5X	176%	15.0%	

Seller	Buyer	Deal Value (in millions)	Times Earnings	Price as a Percent of		Year Opened
				Tang. Book	Assets	
Announced in 2000						
Atlantic Financial	F&M National	\$ 71	17.3X	163%	18.3%	1989
Carolina Southern	Synovus	64	23.7	272	30.2	1989
Skylands Community	Fulton	33	14.6	209	15.5	1990
Panasia Bank	National Penn	20	18.5	223	14.7	1993
Comm. Bankshares	F&M National	13	19.0	148	17.5	1989
Citizens Southern	First Community	7	<u>30.4</u>	<u>131</u>	<u>10.1</u>	1995
Median			18.8X	186%	16.5%	
Announced in 1999						
Triangle Bancorp	Centura	\$608	24.4X	356%	26.6%	1988
First Frederick	FCNB	37	28.6	448	33.2	1989
MTB	Conn. Bank-Commerce	26	41.4	98	8.0	1993
Olympian Bank	ABN AMRO	23	22.1	227	18.0	1989
Horizon-Virginia	Southern Financial	22	36.3	231	17.8	1990
PierBank	Washington Trust	14	<u>29.9</u>	<u>304</u>	<u>25.2</u>	1989
Median			25.4X	268%	23.2%	
Announced in 1998						
Ambassador	Fulton	\$ 77	32.2X	315%	29.8%	1990
Prestige	Commerce	75	24.6	235	24.2	1990
Community First	Commerce	66	33.3	529	37.6	1989
Regent	JeffBanks	53	-	293	23.5	1989
Bank of South Windsor	New England Comm.	35	26.7	298	22.8	1989
Ironbound	Richmond County	28	21.8	241	25.1	1988
First Capitol	Susquehanna	27	39.6	256	24.7	1988
State Bank-S. Orange	United National	25	38.5	447	34.4	1988
First Comm.-Phila.	HSBC	24	17.4	300	28.6	1989
Maritime B&T	Webster	21	23.2	266	20.0	1991
Ballston Bancorp	MainStreet	20	23.9	264	27.7	1988
Virginia Heartland	Second National	20	27.4	229	21.7	1988
Heritage Bank	WesBanco	12	-	<u>282</u>	<u>39.3</u>	1996
Median			25.7X	274%	24.9%	
Announced in 1997						
Carnegie	Sovereign	\$106	26.7X	283%	25.1%	1988
Carolina State	First Charter	42	35.1	336	30.4	1991
Bank of Mecklenburg	Triangle	42	20.6	218	16.2	1989
First Patriot	United	39	18.7	236	20.4	1990
Old North State	LSB	33	27.0	284	25.3	1989
Tyson's Financial	MainStreet	17	14.5	185	21.5	1991
First Bank-Hartford	New England Comm.	17	12.4	214	22.4	1988
Founders' Bank	Susquehanna	15	24.5	200	15.7	1988
Commerce Bank	MainStreet	14	15.6	256	20.6	1989
Cushnoc B&T	Northeast	3	-	<u>123</u>	<u>13.0</u>	1989
Median			29.1X	227%	21.1%	

Seller	Buyer	Deal Value (in millions)	Times Earnings	Price as a Percent of		Year Opened
				Tang. Book	Assets	
Announced in 1996						
First Sterling	Prime	\$29	18.0X	222%	13.7%	1988
Hanover Bank	MainStreet	23	19.1	270	24.6	1988
United Valley	JeffBanks	23	26.8	188	18.0	1988
Farrington Bank	United National	19	15.6	224	30.7	1990
Annapolis Bancshares	Sandy Spring	18	15.9	204	22.0	1989
Burlington County	Trenton Savings	13	13.1	206	16.6	1988
Granville United	Triangle	11	24.0	176	18.7	1990
Landmark Bank	New Hampshire Thrift	6	-	147	9.3	1991
Median			18.0X	205%	18.4%	
Announced in 1995						
Gloucester County	Fulton	\$36	14.0X	246%	19.5%	1989
Growth Financial	Hudson United	27	24.4	180	21.1	1990
West Jersey	Sovereign	17	21.8	212	17.8	1990
Centerpoint Bank	Community Bankshares	11	13.1	208	15.7	1990
Bergen Commercial	Greater Community	10	18.6	150	15.4	1988
Heritage Bank	Centerbank	8	-	233	13.7	1988
Colonial State	Sovereign	6	34.5	197	14.4	1988
Montour	Omega	5	18.6	148	13.3	1990
Median			18.6X	203%	15.6%	
Announced in 1994						
Bank of Loudoun	Jefferson	\$11	-	210%	18.9%	1988
American Union	Valley National	7	-	176	13.6	1990
First State Bank	First Fidelity	7	-	133	18.5	1988
Ocean Independent	First State Financial	5	-	135	10.8	1988
Security First	JeffBanks	3	-	100	9.8	1988
George Washington	Franklin	3	-	108	8.6	1989
Liberty National	Village	1	13.5X	111	5.2	1989
Median			13.5X	133%	10.8%	
Announced in 1993						
Coastal Bank	Commerce	\$7	13.9X	132%	13.9%	1988
Security National	Harleysville National	5	-	142	15.4	1988
Median			13.9X	137%	14.7%	

Note: Danielson Capital acted as financial advisor or prepared the fairness opinion for the banks in bold.

Source: SNL Financial, Charlottesville, Virginia.



COMMUNITY BANK CONSULTANTS SINCE 1978

Since 1978, Danielson Associates has provided consulting services to banks and their boards of directors. The firm has in-depth knowledge of markets across the country and has worked with clients of all sizes and market orientations.

In our effort to help clients, we provide expertise in:

Strategic Planning - What is the future direction of your bank? What are its options? How should it get there?

Capital Plans/Capital Restoration Plans - How much capital is necessary? What capital raising methods are feasible, and what is the likely price?

TARP/PPP Warrant Pricing - Should you pay back the TARP funding? What is the value of the warrants issued to the Treasury under the CPP?

M&A Advisory - Is it time to buy, sell or hold steady? How much is the bank worth? Who are the potential acquirers? Are there good acquisition targets? How much are they worth?

Fairness Opinions - What constitutes a "fair" offer and thereby fulfills your fiduciary responsibilities to your investors?

Branch Acquisitions - A detailed analysis of the branch deposits and loans to be purchased. A suggested price range will be provided along with proforma financial statements.

Board Retreats - Presentations tailored to meet your specific needs.

Stock Valuations - What is your bank's stock worth?

New Bank Feasibility Studies - What kind of new bank will succeed? How have banks with similar capital and strategies performed?

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Chairman

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President

G. Larry Warren
Managing Director

Ticker	6/9/09 Stock Price	Price*		Dividend Yield	Avg. Shares Traded Daily**	
		Times Earnings	Percent of Tang. Book			
Connecticut						
BNC Financial	BNFI	\$18.00	-	139%	-	339
Connecticut B&T	CTBC	4.90	-	95	-	2,024
Connecticut River Comm.	CRCA	8.01	32.0X	84	-	116
Patriot National	PNBK	3.00	-	25	-	3,166
Prime Bank	PMHV	6.30	-	46	5.87%	32
SBT Bancorp	SBTB	15.50	-	79	3.10	597
Southern Connecticut	SSE	5.15	-	87	-	5,084
Delaware						
Bancorp Bank	TBBK	\$6.68	-	74^	-	69,948
Maryland						
Annapolis Bancorp	ANNB	\$4.42	44.2X	67^	-	1,781
Bay National	BANI	1.27	-	19	-	1,495
CommerceFirst	CMFB	6.25	-	56	-	724
County First Bank	CUMD	28.00	14.2	102	3.75%	38
Eagle Bancorp	EGBN	8.13	13.6	98	-	7,058
Frederick County	FCBI	12.00	23.1	84	-	85
Howard Bancorp	HBMD	8.25	-	87	-	243
New Hampshire						
Centrix B&T	CXBT	\$9.36	8.1X	84%	-	754
Hampshire First	HFBN	5.75	-	67	-	151
Ledyard Financial	LYNA	32.00	22.2	103	3.88%	117
New Jersey						
1st Colonial	FCOB	\$6.50	28.3X	88%	-	3,249
Bancorp of New Jersey	BKJ	10.30	-	109	-	1,533
BCB Bancorp	BCBP	9.30	12.4	86	5.16%	962
Community Partners	CPBC	4.35	-	63	-	2,365
Enterprise Bank	EBNJ	4.00	-	-	-	1,460
First Bank	FRBA	4.75	-	66	-	1,191
First State Bank	FSNT	3.75	-	72	-	63
Harvest Community	HCBP	6.65	9.2	52	-	714
Highlands State	HSBK	9.00	-	137	-	227
Hilltop Community	HTBC	5.50	-	87	-	510
Hopewell Valley Comm.	HWDY	7.00	28.0	83	1.14	548
Liberty Bell	LBBB	3.75	-	76	-	1,301
New Millennium	NMNB	12.50	12.1	53	-	63
New Jersey Community	NJCB	5.25	-	61	-	1,236
Parke Bancorp	PKBK	9.45	8.8	89	-	3,086
Pascack Community	PCCB	5.75	-	70	-	395
Rumson-Fair Haven	RFHB	6.00	-	110	-	579
Shore Community	SHRC	5.40	-	-	-	104
Somerset Hills Bancorp	SOMH	7.63	24.6	104	2.62	6,199
Sterling Bank	STNJ	1.55	-	37	-	5,453
Unity Bancorp	UNTY	3.80	29.2	57	-	2,408

Ticker	6/9/09 Stock Price	Price*		Dividend Yield	Avg. Shares Traded Daily**	
		Times Earnings	Percent of Tang. Book			
New York						
Community National	CBNY	\$8.75	-	98%	-	573
ES Bancshares	ESBS	4.01	-	89	-	272
Herald National	HNB	9.00	-	130	-	-
Madison	MNBX	8.50	-	98	-	472
USA Bank	USBK	1.30	-	48	-	4,884
VSB Bancorp	VSBN	10.09	9.7X	77	2.38%	1,362
North Carolina						
1st Financial Services	FFIS	\$5.00	-	52%	-	1,183
Bank of Commerce	BONC	6.40	-	64	-	317
Bank of the Carolinas	BCAR	5.12	-	55	-	1,872
BlueHarbor Bank	BLHK	6.00	-	63	-	-
BNC Bancorp	BNCN	8.00	19.5X	96	2.50%	2,745
Capital Bank	CBKN	5.53	-	63	5.79	11,036
Carolina Bank	CLBH	4.30	7.7	44	-	3,098
Carolina Premier	CLPKU	19.50	-	216	-	18
Carolina Trust	CART	6.80	-	72	-	1,154
CB Financial	CBFA	10.25	-	-	-	20
Crescent Financial	CRFN	4.50	28.1	65	-	8,161
First Trust	NCFT	7.00	8.5	74	-	1,543
MidCarolina Financial	MCFI	6.20	11.1	95	-	657
New Century	NCBC	6.05	-	77	-	1,817
North State	NSBC	6.40	18.3	127	-	630
Oak Ridge Financial	BKOR	6.79	12.6	64	-	1,377
Park Sterling	PSTB	6.50	19.1	-	-	1,013
Parkway Bank	PKWY	2.35	-	27	-	536
Patriot State	PTOK	10.50	-	113	-	60
Sound Banking	SNBN	5.75	-	51	-	226
Southern Community	SCMF	3.12	-	54	-	16,270
Surrey Bancorp	SRYP	7.80	13.5	110	-	346
Waccamaw Bankshares	WBNK	3.75	-	87	-	1,613
Weststar Financial	WFSC	6.50	13.3	82	-	591
Pennsylvania						
Allegiance Bank	ABPA	\$1.54	-	51%	-	6,079
American Bank	AMBK	5.40	-	136	3.70%	572
Clarion County Comm.	CCYY	6.95	30.2X	119	-	74
Enterprise Bank	EFSG	6.10	21.8	-	-	24
First Resource	FRSB	4.80	-	-	-	308
New Century	NCYB	3.55	-	45	-	193
Woodlands Financial	WDFN	18.05	13.5	70	5.54	219
Rhode Island						
Bancorp Rhode Island	BARI	\$20.58	12.3X	86%	3.30%	5,560

Ticker	6/9/09 Stock Price	Price*		Dividend Yield	Avg. Shares Traded Daily**	
		Times Earnings	Percent of Tang. Book			
South Carolina						
Atlantic Bancshares	ATBA	\$3.40	-	43%	-	39
BankGreenville	BGVF	4.00	-	49	-	291
Beach First National	BFNB	2.91	-	31	-	5,641
Carolina Alliance	CRLN	10.00	-	112	-	510
Coastal Banking	CBCO	4.06	-	34	-	2,114
Community First	CFOK	7.01	33.4X	62	-	73
CommunitySouth	CBSO	2.00	-	33	-	922
Congaree	CNRB	3.50	-	64	-	-
Cornerstone	CTOT	5.71	-	65	-	72
First Community	FCCO	7.85	-	93	-	2,435
First National	FNSC	0.82	-	-	-	5,415
First Reliance	FSRL	3.75	-	36	-	670
First South	FSBS	9.05	8.9	48	-	382
GrandSouth	GRRB	5.00	17.9	77	1.60%	86
Independence	IEBS	10.00	-	113	-	9
Peoples	PBCE	2.75	-	46	-	1,165
Southcoast Financial	SOCB	6.42	-	53	-	6,293
Southern First	SFST	6.70	14.3	48	-	3,655
Tidelands Bancshares	TDBK	3.24	-	36	-	4,774
Virginia						
Access National	ANCX	\$5.97	10.9X	101%	.67%	4,856
Alliance Bankshares	ABVA	2.95	-	49	-	7,710
Bank of the James	BOJF	10.00	-	116	-	356
Bank of Virginia	BOVA	4.00	-	72	-	801
Cardinal Financial	CFNL	8.22	-	135	.49	114,878
Citizens Community	CZYB	7.60	-	57	-	239
CNB Bancorp	CNBV	2.50	22.7	49	-	270
Colonial Virginia	CNVB	18.00	-	92	-	68
Freedom Bank	FDVA	4.55	-	59	-	261
Hometown Bank	HMTW	7.00	-	85	-	246
MainStreet Bank	MNSB	5.05	-	57	-	1,135
MainStreet BankShares	MREE	8.08	42.5	63	-	105
Millennium	MBVA	0.30	-	18	-	19,614
Monarch	MNRK	8.97	47.2	116	-	3,414
Southern National	SONA	8.40	44.2	99	-	3,132
TowneBank	TOWN	17.49	20.1	210	1.83	69,286
Valley Financial	VYFC	4.62	27.2	50	1.73	1,071
Village B&T	VBFC	4.50	37.5	-	-	2,008
Virginia Company	VGNA	2.75	-	45	-	21
Virginia Heritage	VGBK	10.25	-	129	-	1,015
Virginia National	VABK	20.50	-	125	-	435
WashingtonFirst	WAFB	9.50	-	96	-	360















	<i>Ticker</i>	<i>6/9/09 Stock Price</i>	<i>Price*</i>		<i>Dividend Yield</i>	<i>Avg. Shares Traded Daily**</i>
			<i>Times Earnings</i>	<i>Percent of Tang. Book</i>		
West Virginia						
	FTSB	\$25.00	14.2X	139%	3.20%	15
	MVBF	20.00	44.4	128	.50	31
	Median		18.7X	74%	-	724

*Stock price as of June 9, 2009 and financial data as of March 31, 2009 or the twelve months ended March 31, 2009.

**One year.

Source: SNL Financial, Charlottesville, Virginia.

LEADING FINANCIAL ADVISORS

 <p style="text-align: right;">Dec. 2008</p> <p>Old Forge Bank Old Forge, Pennsylvania has agreed to merge with</p>  <p>Penseco Financial Services Corporation Deal Value was \$58.0 million. Danielson acted as financial advisor and prepared the fairness opinion for Old Forge Bank.</p>	<p style="text-align: right;">Sept. 2008</p> <p><u>CHEVY CHASE BANK</u></p> <p>Chevy Chase Bank Bethesda, Maryland has sold the deposits of 7 branches to</p>  <p>Provident Bankshares Baltimore, Maryland</p> <p>Danielson acted as financial advisor for Chevy Chase Bank.</p>	<p style="text-align: right;">June 2008</p>  <p>HNB Bancorp, Inc. Halifax, Pennsylvania has merged with</p>  <p>First Perry Bancorp, Inc. Marysville, Pennsylvania</p> <p>Danielson prepared the fairness opinion for HNB Bancorp, Inc.</p>
 <p style="text-align: right;">Dec. 2007</p> <p>CCFNB Bancorp, Inc. Bloomsburg, Pennsylvania has merged with</p>  <p>Columbia Financial Corp. Bloomsburg, Pennsylvania</p> <p>Danielson acted as financial advisor and prepared the fairness opinion for CCFNB Bancorp, Inc.</p>	<p style="text-align: right;">Jan. 2007</p>  <p>Penn Laurel Financial Corp. Curwensville, Pennsylvania has merged with</p>  <p>Northwest Bancorp Warren, Pennsylvania</p> <p>Deal value was \$32.7 million. Danielson acted as financial advisor and prepared the fairness opinion for Penn Laurel Financial Corp.</p>	<p style="text-align: right;">Oct. 2006</p>  <p>POTOMAC BANK OF VIRGINIA</p> <p>Potomac Bank of Virginia Fairfax, Virginia has merged with</p>  <p>Sandy Spring Bancorp, Inc. Olney, Maryland</p> <p>Deal value was \$64.7 million. Danielson acted as financial advisor and prepared the fairness opinion for Potomac Bank of Virginia.</p>
 <p style="text-align: right;">April 2006</p> <p>Centra Financial Holdings Morgantown, West Virginia</p> <p>has acquired</p> <p>Smithfield State Bank Smithfield, Pennsylvania</p> <p>Deal value was \$28.8 million. Danielson acted as financial advisor to Centra Financial Holdings.</p>	<p style="text-align: right;">July 2005</p>  <p>Columbia Bancorp Columbia, Maryland has merged with</p> <p><u>FULTON FINANCIAL CORPORATION</u></p> <p>Fulton Financial Corp. Lancaster, Pennsylvania</p> <p>Deal value was \$310.7 million. Danielson acted as financial advisor and prepared the fairness opinion for Columbia Bancorp.</p>	<p style="text-align: right;">Jan. 2005</p>  <p>SVB Financial Services, Inc. Somerville, New Jersey has merged with</p> <p><u>FULTON FINANCIAL CORPORATION</u></p> <p>Fulton Financial Corp. Lancaster, Pennsylvania</p> <p>Deal value was \$89.6 million. Danielson acted as financial advisor and prepared the fairness opinion for SVB Financial Services, Inc.</p>

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