



New Bank Report

Eastern Edition

Third Quarter 2009






Hometown Bank, Bedford, Pennsylvania • Est. April 2007

Where are the New Banks and Where are the Failures?*



Legend

-  New banks opened in 2009
-  New thrifts opened in 2009
-  New bank and thrift failures in 2009

*New banks and thrifts started in 2009 and failed in 2009.

Source: SNL Financial, Charlottesville, Virginia.

December 11, 2009

Margins Continue to Expand for Second Consecutive Quarter

In the midst of all the turmoil, there is some good news. Margins have continued to expand for two consecutive quarters after bottoming out earlier in the year. In the 1st quarter of 2009, the median net interest income as a percent of average assets for all new banks established in 1990 or later was only 2.76%. In the 2nd quarter this rose to 2.93% and in the 3rd quarter it was 3.05%.

Net Interest Income as a Percent of Average Assets*

Class of	2009			2008	
	3rd Qtr.	2nd Qtr.	1st Qtr.	4th Qtr.	3rd Qtr.
2005-2009 (92)	2.92%	2.76%	2.50%	2.65%	2.82%
2001-2005 (75)	3.07	2.99	2.86	2.93	3.14
1996-2000 (85)	3.15	3.04	2.90	3.09	3.22
1990-1995 (18)	<u>3.17</u>	<u>3.11</u>	<u>3.03</u>	<u>3.26</u>	<u>3.64</u>
Total (270)	3.05%	2.93%	2.76%	2.93%	3.15%

*For new banks located along the east coast from South Carolina to Maine.

Source: SNL Financial, Charlottesville, Virginia.

While margins have improved, when broken down by year established, it confirms what we would expect – the “newest” new banks have thinner margins than “older” new banks. In the 3rd quarter of 2009, banks established 2005-2009, had median net interest income as a percent of average assets of 2.92%. “Older” new banks established in 2001-2005 were higher at 3.07% and those established 1990-2000 were in the 3.15% to 3.17% range. This relationship was also true in the four previous quarters.

Margin expansion is very welcome news for new banks and for those without NPA issues it has led to increased earnings. Margins might even be higher, but with many new banks hedging against potential interest rate increases and succumbing to regulatory pressures to increase liquidity, yields on earning assets have been held in check.

Respectfully,



David G. Danielson
 President

<i>New Bank Openings</i>	<i>City, State</i>	<i>Capital Raised (in millions)</i>	<i>Date Opened</i>
First Commons Bank	Newton Center, MA	\$20.0	7/22/2009

<i>New Bank Failures</i>	<i>City, State</i>	<i>NPA's/Assets</i>	<i>Date Opened</i>
None			

Acquisitions of New Banks*

<i>Seller/Buyer</i>	<i>Deal Value (in millions)</i>	<i>Price/ Tang. Book</i>	<i>Date Announced</i>
None			

Recapitalization of New Banks*

<i>Bank/Investor</i>	<i>Investment (in millions)</i>	<i>Tang. Equity/ Tang. Assets</i>	<i>Date Announced</i>
None			

*From August 26, 2009 through December 1, 2009. Acquisitions since previously published New Bank Report.

Source: SNL Financial, Charlottesville, Virginia.

Year Opened	Number of Banks			Operating	Assets (in millions)	Median	No. of Branches
	Started*	Sold**	Failed			LTM Net Income*** (in thousands)	
2009****	6	-	-	6	\$43.2	\$(2,542)	1
2008	27	-	-	27	70.4	(1,492)	1
2007	31	1	1	29	123.2	(885)	2
2006	31	1	-	30	139.2	(1,194)	2
2005	23	1	-	22	271.9	(616)	3
2004	21	3	1	17	223.3	(698)	4
2003	14	3	-	11	161.0	(287)	4
2002	14	3	-	11	227.7	184	3
2001	20	6	-	14	168.4	(1,294)	4
2000	29	6	-	23	257.3	(121)	4
1999	42	15	-	27	341.6	(36)	5
1998	33	15	1	17	493.5	29	9
1997	23	13	1	9	477.1	961	6
1996	17	8	-	9	601.8	1,041	5
1995	8	4	-	4	458.6	(462)	7
1994	4	3	-	1	937.0	(24,993)	19
1993	7	5	-	2	206.6	688	9
1992	4	3	-	1	68.9	(386)	4
1991	13	10	-	3	921.7	688	16
1990	<u>34</u>	<u>27</u>	<u>-</u>	<u>7</u>	390.7	243	7
Total	401	127	4	270			

Note: All four new bank failures occurred in 2009.

*Includes all new banks opened between January 1, 1990 and September 30, 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 September 30, 2009 in this and subsequent tables.

****Through September 30, 2009.

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

<i>Connecticut</i>	<i>September 30, 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						
Bank of Fairfield	\$51.5	19.96%	-	\$(1,939)	2	8/08
Quinnipiac B&T, Hamden	<u>39.3</u>	<u>20.47</u>	<u>-</u>	<u>(1,356)</u>	<u>1</u>	3/08
Average	\$45.4	20.22%	-	\$(1,648)	2	
2006						
Darien Rowayton, Darien**	\$103.0	2.24%	.89%	\$(3,310)	2	4/06
Bank of Greenwich, Cos Cob	<u>55.4</u>	<u>7.67</u>	<u>3.59</u>	<u>(2,804)</u>	<u>2</u>	12/06
Average	\$79.2	4.96%	2.24%	\$(3,057)	2	
2004						
Connecticut B&T, Hartford ^(TARP)	\$238.3	10.22%	1.19%	\$(173)	7	3/04
2002						
Bank of New Canaan ^(TARP)	\$241.2	8.10%	3.17%	\$1,066	2	4/02
Connecticut River, Wethersfield	<u>183.9</u>	<u>7.76</u>	<u>2.77</u>	<u>162</u>	<u>3</u>	11/02
Average	\$212.6	7.93%	2.97%	\$614	3	
2001						
Bank of Southern Conn., New Haven	\$136.4	10.59%	4.11%	\$(2,448)	4	10/01
Community's, Bridgeport	<u>45.4</u>	<u>9.65</u>	<u>2.65</u>	<u>(139)</u>	<u>1</u>	2/01
Average	\$90.9	10.12%	3.38%	\$(1,294)	3	
1998						
Connecticut Community, Westport	\$422.4	9.95%	3.39%	\$(1,094)	9	12/98
1995						
Simsbury B&T ^(TARP)	\$286.7	7.27%	.88%	\$851	4	3/95
1994						
Patriot National, Stamford	\$937.0	5.08%	17.34%	\$(24,993)	19	8/94
1990						
Prime Bank, Orange	\$47.1	16.86%	-	\$243	1	2/90

Note: ^(TARP) identifies all banks that have received funding through November 10, 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 a \$15 million recapitalization on August 7, 2009 by Alcar LLC of New York, NY.

<i>Delaware</i>	<i>September 30, 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	\$148.2	12.32%	.07%	\$(332)	2	3/07
2006						
Community Bank Delaware, Lewes	\$99.6	9.50%	.01%	\$(1,151)	2	5/06
2000						
Bancorp Bank, Wilmington	\$2,038.5	9.07%	1.31%	\$(36,034)	2	7/00
1990						
County Bank, Rehoboth Beach	\$428.2	8.63%	3.13%	\$2,021	9	7/90

<i>District of Columbia</i>	<i>September 30, 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	\$387.7	11.57%	1.03%	\$378	7	5/05
1998						
City First	\$135.5	13.98%	3.83%	\$139	1	11/98

<i>Maryland</i>	<i>September 30, 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						
BlueRidge Bank, Frederick	\$70.6	21.17%	1.73%	\$(1,017)	1	4/08
2007						
Revere Bank, Laurel	\$101.3	14.56%	.08	\$(2,311)	2	11/07
2005						
Monument Bank, Bethesda ^(TARP)	\$227.3	10.59%	.63%	\$2,446	1	9/05
2004						
Howard Bank, Ellicott City ^(TARP)	\$274.1	10.27%	3.26%	\$464	5	8/04
HarVest Bank, Rockville	<u>223.3</u>	<u>7.96</u>	<u>5.72</u>	<u>(1,233)</u>	<u>5</u>	11/04
Average	\$248.7	9.12%	4.49%	\$(385)	5	
2003						
Congressional Bank, Potomac	\$211.9	10.53%	.26%	\$(287)	5	10/03
2001						
Frederick County Bank	\$265.7	10.01%	.31%	\$975	4	10/01
2000						
Bay National, Baltimore	\$297.4	6.42%	6.91%	\$(4,547)	2	5/00
CommerceFirst, Annapolis	<u>195.3</u>	<u>9.75</u>	<u>3.43</u>	<u>278</u>	<u>5</u>	6/00
Average	\$246.3	8.09%	5.17%	\$(2,135)	4	
1999						
Capital, Rockville ^(TARP)	\$212.3	9.02%	2.34%	\$1,168	4	12/99
1998						
EagleBank, Bethesda ^(TARP)	\$1,639.8	9.50%	1.39%	\$10,440	14	7/98
1993						
Easton B&T	\$159.1	8.56%	2.82%	\$270	7	7/93
1990						
BankAnnapolis ^(TARP)	\$445.5	8.42%	3.56%	\$(1,580)	8	1/90
County First, La Plata	<u>176.2</u>	<u>11.58</u>	<u>.72</u>	<u>955</u>	<u>7</u>	3/90
Average	\$310.8	10.00%	2.14%	\$(313)	8	

<i>Massachusetts</i>	<i>September 30, 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						
First Commons, Newton Center	\$42.4	38.67%	-	\$(2,642)	1	7/09
2008						
Nuvo B&T, Springfield	\$37.4	19.94%	-	\$711	1	4/08
2006						
Bank of Cape Cod	\$89.6	10.69%	.69%	\$(628)	2	8/06
2002						
Leader Bank, Arlington ^(TARP)	\$292.7	9.47%	.87%	\$3,584	4	5/02
2001						
Commonwealth, Worcester*	\$285.9	8.85%	1.21%	\$977	6	11/01

*Announced acquisition on June 25, 2009 by United Financial Bancorp, Inc. of West Springfield, MA.

<i>New Jersey</i>	<i>September 30, 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	\$112.6	9.49%	.29%	\$(1,097)	1	4/08
New Jersey Community, Freehold	78.3	17.28	.53	(1,406)	2	7/08
Cross River, Teaneck	66.1	10.87	-	(1,569)	1	6/08
Harmony Bank, Jackson	47.4	27.85	-	(1,481)	1	9/08
Community First, Somerset	<u>29.3</u>	<u>25.69</u>	<u>-</u>	<u>(2,468)</u>	<u>1</u>	10/08
Median	\$66.1	17.28%	-	\$(1,444)	1	
2007						
Bank of Princeton	\$260.1	10.60%	.83%	\$(659)	4	4/07
First Choice, Lawrenceville	256.6	10.86	3.26	49	3	3/07
First Bank, Williamstown	223.0	10.31	1.94	(3,618)	3	4/07
Capital Bank, Vineland	137.0	13.56	.06	(33)	2	4/07
BankAsiana, Palisades Park	126.6	13.38	.82	(1,950)	2	10/07
Regal Bank, Livingston	<u>106.4</u>	<u>10.79</u>	<u>.04</u>	<u>(1,811)</u>	<u>2</u>	12/07
Median	\$180.0	10.83%	.83%	\$(1,235)	3	
2006						
Bank of New Jersey, Fort Lee	\$322.9	15.64%	.77%	\$996	6	5/06
First State, Cranford	254.0	9.10	6.58	(2,222)	2	1/06
Heritage Community, Randolph	137.7	8.52	1.88	(1,410)	3	3/06
Northern State, Closter ^(TARP)	<u>61.1</u>	<u>7.97</u>	<u>-</u>	<u>(1,282)</u>	<u>1</u>	1/06
Median	\$195.9	8.81%	1.33%	\$(1,346)	3	
2005						
North Jersey Community, Englewood Cliffs	\$490.5	7.10%	.45%	\$2,025	7	1/05
Indus American, Iselin ^(TARP)	167.2	10.98	1.36	(1,424)	4	12/05
Highlands State, Vernon ^(TARP)	<u>161.2</u>	<u>9.12</u>	<u>3.49</u>	<u>(1,438)</u>	<u>3</u>	10/05
Median	\$167.2	9.12%	1.36%	\$(1,424)	4	
2003						
Liberty Bell, Cherry Hill	\$171.0	7.81%	2.88%	\$(687)	4	8/03
2002						
Grand Bank, Hamilton	\$337.8	8.12%	2.81%	\$4,050	2	3/02
Pascack Comm., Westwood ^(TARP)	267.8	7.01	.87	(2,536)	4	2/02
Enterprise, Kenilworth	<u>115.6</u>	<u>9.39</u>	<u>2.27</u>	<u>(671)</u>	<u>2</u>	8/02
Median	\$267.8	8.12%	2.27%	\$(671)	2	

<i>New Jersey (continued)</i>	<i>September 30, 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	\$315.2	5.91%	3.26%	\$(3,223)	7	5/01
ISN Bank, Cherry Hill	<u>103.0</u>	<u>3.45</u>	<u>22.77</u>	<u>(3,697)</u>	<u>1</u>	5/01
Average	\$209.1	4.68%	13.02%	\$(3,460)	4	
2000						
Two River Comm., Middletown ^(TARP)	\$626.5	12.16%	3.42%	\$(5,994)	15	2/00
BCB Community, Bayonne	621.5	8.82	1.45	4,534	4	11/00
1st Colonial, Collingswood	257.3	7.98	1.48	508	3	6/00
Harvest Comm., Pennsville	192.4	8.08	3.10	600	4	1/00
Rumson-Fair Haven Bank	169.6	8.80	1.24	386	5	7/00
Hilltop Comm., Summit ^(TARP)	167.5	11.73	.90	(121)	3	2/00
Allegiance Comm., S. Orange	<u>109.8</u>	<u>6.01</u>	<u>.86</u>	<u>(371)</u>	<u>2</u>	5/00
Median	\$192.4	8.80%	1.45%	\$386	4	
1999						
Parke Bank, Sewell ^(TARP)	\$655.1	11.56%	4.15%	\$6,629	4	1/99
Cornerstone, Moorestown	303.0	6.62	2.21	(874)	7	10/99
Hopewell Valley, Pennington	298.8	8.21	.33	662	7	2/99
New Millennium, New Brunswick	<u>242.9</u>	<u>9.38</u>	<u>7.14</u>	<u>197</u>	<u>3</u>	7/99
Median	\$300.9	8.80%	3.18%	\$430	6	
1998						
Central Jersey, Long Branch*	\$578.4	10.86%	1.82%	\$(24,477)	13	7/98
Somerset Hills, Bernardsville	<u>308.9</u>	<u>10.30</u>	<u>.04</u>	<u>1,814</u>	<u>6</u>	12/98
Median	\$443.6	10.58%	.93%	\$(11,332)	10	
1997						
Shore Comm., Toms River	\$220.1	8.33%	6.41%	\$130	6	2/97
1991						
Unity Bank, Clinton ^(TARP)	\$921.7	7.50%	7.08%	\$(756)	16	9/91
1990						
Sterling Bank, Mount Laurel	\$390.7	7.87%	6.08%	\$(17,770)	11	12/90

*Announced acquisition on May 26, 2009 by OceanFirst Financial Corp. in Toms River, NJ.

<i>New York</i>	<u>September 30, 2009</u>			<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	\$71.9	11.30%	-	\$(5,353)	1	1/09
2008						
Herald National, New York	\$366.1	8.55%	-	\$(31,815)	3	11/08
Empire National, Islandia	221.1	11.68	-	(5,448)	3	2/08
Westchester Bank, Yonkers	123.1	12.86	.09%	(2,324)	1	6/08
Gold Coast, Islandia	87.2	20.19	-	(1,910)	1	3/08
Savoy Bank, New York	<u>61.2</u>	<u>13.76</u>	<u>-</u>	<u>(4,233)</u>	<u>1</u>	1/08
Median	\$123.1	12.86%	-	\$(3,279)	1	
2007						
Madison National, Merrick	\$335.6	9.13%	2.21%	\$2,147	3	2/07
Alma Bank, Astoria	330.1	14.27	.16	623	4	9/07
Global Bank, New York	123.2	10.72	2.31	(1,461)	1	3/07
USNY Bank, Geneva	62.4	9.89	-	(342)	2	7/07
CheckSpring Bank, Bronx	<u>26.4</u>	<u>34.97</u>	<u>4.16</u>	<u>(1,864)</u>	<u>1</u>	10/07
Median	\$123.2	10.72%	2.21%	\$(342)	2	
2006						
United International, Flushing	\$179.5	8.70%	5.69%	\$(1,657)	1	2/06
NewBank, Flushing	<u>124.4</u>	<u>9.89</u>	<u>1.56</u>	<u>394</u>	<u>2</u>	9/06
Average	\$152.0	9.30%	3.63%	\$(632)	2	
2005						
Community National, Great Neck	\$403.9	10.91%	1.76%	\$(525)	8	4/05
USA Bank, Port Chester	225.2	5.26	25.31	(8,301)	1	12/05
LibertyPointe, New York	<u>211.7</u>	<u>2.75</u>	<u>24.00</u>	<u>(17,418)</u>	<u>3</u>	10/05
Median	\$225.2	5.26%	24.00%	\$(8,301)	3	
2004						
Empire State, Newburgh	\$158.6	7.12%	2.48%	\$(689)	3	6/04
2002						
Greater Hudson, Middletown	\$163.0	17.40%	1.73%	\$(1,476)	3	10/02
2000						
Alpine Capital, NYC	\$218.6	12.75%	-	\$3,065	1	3/00
American Comm., Glen Cove	<u>161.7</u>	<u>8.80</u>	<u>4.77</u>	<u>667</u>	<u>3</u>	1/00
Average	\$190.1	10.78%	2.39%	\$1,866	2	

<i>New York (continued)</i>	<i>September 30, 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)	\$637.1	10.38%	3.97%	\$3,156	9	11/99
Metropolitan, NYC	<u>593.3</u>	<u>11.02</u>	<u>3.01</u>	<u>(121)</u>	<u>6</u>	6/99
Average	\$615.2	10.70%	3.49%	\$1,518	8	
1998						
Hamptons State, Southampton	\$66.7	7.04%	1.91%	\$90	1	10/98
1997						
Victory State, Staten Island	\$230.8	10.81%	.76%	\$1,921	5	11/97
1996						
Modern Bank, NYC	\$601.8	7.15%	1.99%	\$(524)	3	2/96
1995						
Capital B&T, Albany	\$267.2	7.96%	.73%	\$835	5	12/95
1993						
Catskill Hudson, Rock Hill	\$254.2	7.31%	1.05%	\$1,106	11	12/93

<i>North Carolina</i>	<i>September 30, 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						
Coastal B&T, Jacksonville	\$36.9	24.17%	-	\$(1,264)	1	4/09
2008						
Live Oak Banking, Wilmington	\$117.4	9.86%	.04%	\$(302)	1	5/08
BlueHarbor Bank, Mooresville	99.4	16.80	-	(2,181)	1	1/08
Forest Commercial, Asheville	70.4	24.70	-	(910)	2	3/08
Premier Commercial, Greensboro	68.6	24.24	-	(2,580)	1	5/08
Pisgah Community, Asheville*	59.5	12.27	.70	(595)	1	5/08
Great State, Wilkesboro	<u>38.4</u>	<u>22.53</u>	<u>-</u>	<u>(325)</u>	<u>2</u>	7/08
Median	\$69.5	19.67%	-	\$(753)	1	
2007						
KeySource Commerical, Durham	\$184.9	9.58%	.73%	\$1,074	1	3/07
Carolina Premier, Charlotte	93.6	14.96	-	(1,791)	1	8/07
Oldtown Bank, Waynesville	53.0	20.76	.98	(400)	1	9/07
Nuestro Banco, Raleigh**	<u>16.6</u>	<u>49.23</u>	<u>-</u>	<u>(2,036)</u>	<u>1</u>	9/07
Median	\$73.3	17.86%	.37%	\$(1,096)	1	
2006						
Park Sterling, Charlotte	\$470.7	9.82%	.75%	\$2,013	3	10/06
Aquesta Bank, Cornelius	185.9	11.09	4.42	627	2	8/06
Union B&T, Oxford	178.7	8.46	.05	(245)	4	4/06
Bank of Commerce, Charlotte (TARP)	175.7	8.66	9.30	(3,774)	1	2/06
CapStone Bank, Raleigh	175.1	14.30	.16	694	1	8/06
Community Bank, Salisbury***	143.6	7.70	1.60	706	2	2/06
Providence Bank, Rocky Mount	140.6	9.43	-	422	3	3/06
Patriot State, Fuquay-Varina	133.2	12.45	1.66	(1,625)	3	8/06
VantageSouth, Burlington****	<u>95.3</u>	<u>7.51</u>	<u>3.92</u>	<u>(1,236)</u>	<u>2</u>	3/06
Median	\$175.1	9.43%	1.60%	\$422	2	
2005						
Square 1, Durham	\$1,042.3	7.83%	.47%	\$(14,275)	1	8/05
Greystone, Raleigh	672.4	7.86	3.76	(7,469)	1	11/05
NewDominion, Charlotte	<u>566.4</u>	<u>7.48</u>	<u>4.71</u>	<u>(773)</u>	<u>3</u>	1/05
Median	\$672.4	7.83%	3.76%	\$(7,469)	1	

*Affiliated with Capitol Bancorp in Lansing, MI.

**Announced acquisition on April 29, 2009 by Four Oaks Fincorp, Inc. in Four Oaks, NC.

***Announced acquisition on July 15, 2009 by First American Financial Management Company in Charlotte, N.C.

****Announced recapitalization on June 10, 2009 by Piedmont Community Bank Holdings, Inc. in Chapel Hill, NC.

<i>North Carolina (continued)</i>	<i>September 30, 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>		
2004						
Mountain 1st, Hendersonville ^(TARP)	\$686.6	7.74%	3.54%	\$(10,028)	15	4/04
Nantahala B&T, Franklin	215.5	7.16	4.58	(1,505)	3	10/04
Alliance B&T, Shelby ^(TARP)	173.1	15.16	5.87	(2,167)	4	9/04
Select B&T, Winterville	<u>152.7</u>	<u>11.52</u>	<u>.05</u>	<u>460</u>	<u>2</u>	8/04
Median	\$194.3	9.63%	4.06%	\$(1,836)	4	
2001						
Sound Banking, Morehead City ^(TARP)	\$131.3	7.63%	1.56%	\$(2,541)	4	9/01
Parkway Bank, Lenoir	<u>123.4</u>	<u>8.50</u>	<u>7.74</u>	<u>(3,382)</u>	<u>3</u>	8/01
Average	\$127.4	8.07%	4.65%	\$(2,962)	4	
2000						
North State, Raleigh	\$710.2	7.16%	2.85%	\$2,594	7	6/00
New Century, Dunn	635.9	11.52	2.89	(561)	9	5/00
TrustAtlantic, Greenville	348.2	10.25	2.53	(1,764)	4	5/00
Bank of Oak Ridge ^(TARP)	340.9	8.47	1.03	792	5	4/00
Cornerstone Bank, Wilson	199.1	7.93	6.55	(2,110)	2	3/00
Carolina Trust, Lincolnton ^(TARP)	<u>175.7</u>	<u>11.11</u>	<u>2.67</u>	<u>(1,275)</u>	<u>6</u>	12/00
Median	\$344.5	9.36%	2.76%	\$(918)	6	
1999						
Paragon, Raleigh	\$1,288.9	7.54%	3.02%	\$1,046	3	5/99
First Trust, Charlotte	<u>466.8</u>	<u>9.86</u>	<u>1.42</u>	<u>3,346</u>	<u>3</u>	1/99
Average	\$877.8	8.70%	2.22%	\$2,196	3	
1998						
Crescent State, Cary* ^(TARP)	\$1,063.2	11.46%	2.95%	\$1,158	15	12/98
Bank of the Carolinas, Mocksville ^(TARP)	<u>663.4</u>	<u>7.76</u>	<u>2.02</u>	<u>(1,662)</u>	<u>10</u>	12/98
Average	\$863.3	9.61%	2.49%	\$(252)	13	

*Affiliated with Crescent Financial Corporation in Cary, NC.

<i>North Carolina (continued)</i>	<i>September 30, 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)	\$1,733.1	10.26%	3.10%	\$(60,780)	32	6/97
MidCarolina, Burlington	557.5	8.69	.92	2,977	8	8/97
Waccamaw, Whiteville	537.4	7.92	5.71	(3,255)	17	9/97
Bank of Asheville	<u>223.4</u>	<u>9.23</u>	<u>3.51</u>	<u>1,125</u>	<u>5</u>	12/97
Median	\$547.5	8.96%	3.31%	\$(1,065)	13	
1996						
Southern Community, Winston Salem ^(TARP)	\$1,720.5	8.79%	2.38%	\$(48,418)	22	11/96
Carolina Bank, Greensboro ^(TARP)	676.5	8.07	3.05	1,625	8	11/96
Surrey B&T, Mount Airy ^(TARP)	<u>213.1</u>	<u>12.53</u>	<u>1.34</u>	<u>2,143</u>	<u>5</u>	7/96
Median	\$676.5	8.79%	2.38	\$1,625	8	
1991						
Bank of North Carolina, Thomasville ^(TARP)	\$1,703.7	8.67%	1.70%	\$6,650	17	12/91

<i>Pennsylvania</i>	<i>September 30, 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						
Monument Bank, Doylestown	\$98.3	9.85%	-	\$(365)	2	2/08
Victory Bank, Limerick ^(TARP)	<u>55.1</u>	<u>11.13</u>	<u>-</u>	<u>(2,489)</u>	<u>2</u>	1/08
Average	\$76.7	10.49%	-	\$(1,427)	2	
2007						
TriState Capital, Pittsburgh ^(TARP)	\$1,626.9	8.31%	.78%	\$(23,289)	4	1/07
MileStone, Doylestown	86.6	12.80	.47	(889)	1	11/07
Vantage Point, Fort Washington	69.5	8.73	.54	(1,018)	1	12/07
Hometown, Bedford	64.1	11.57	-	(363)	2	4/07
Colonial American, West Conshohocken ^(TARP)	<u>29.4</u>	<u>8.36</u>	<u>1.23</u>	<u>(1,516)</u>	<u>1</u>	2/07
Median	\$69.5	8.73%	.54%	\$(1,018)	1	
2006						
Hyperion Bank, Philadelphia ^(TARP)	\$82.0	9.57%	.12%	\$(1,023)	1	11/06
MoreBank, Philadelphia	<u>69.8</u>	<u>6.57</u>	<u>.67</u>	<u>(1,670)</u>	<u>3</u>	3/06
Median	\$75.9	8.07%	.40%	\$(1,347)	2	
2005						
Graystone, Lancaster	\$1,377.5	12.37%	.55%	\$2,617	29	11/05
First Priority, Malvern ^(TARP)	236.0	10.09	1.27	(1,640)	5	11/05
First Resource, Exton ^(TARP)	121.9	9.52	2.54	(568)	1	5/05
Valley Green, Philadelphia	<u>96.8</u>	<u>9.63</u>	<u>2.04</u>	<u>(626)</u>	<u>2</u>	11/05
Median	\$179.0	9.86%	1.66%	\$(597)	4	
2004						
Penn Liberty, Wayne ^(TARP)	\$412.2	10.12%	2.03%	\$(4,438)	8	9/04
Meridian, Berwyn ^(TARP)	273.4	8.90	1.15	(698)	3	7/04
Bucks County, Doylestown	200.6	10.03	3.63	(1,096)	4	8/04
Gateway, McMurray	115.4	11.71	-	(150)	2	5/04
Clarion County Comm., Clarion	<u>93.8</u>	<u>10.65</u>	<u>.77</u>	<u>1,017</u>	<u>3</u>	1/04
Median	\$200.6	10.12%	1.15%	\$(698)	3	
2003						
Integrity, Camp Hill	\$474.6	4.92%	2.14%	\$3,084	6	6/03
Affinity, Wyomissing	158.3	7.47	2.59	(104)	5	4/03
Berkshire, Wyomissing ^(TARP)	<u>142.2</u>	<u>8.72</u>	<u>4.07</u>	<u>(698)</u>	<u>5</u>	9/03
Median	\$158.3	7.47%	2.59%	\$(104)	5	

<i>Pennsylvania (continued)</i>	<i>September 30, 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)	\$224.4	10.56%	1.33%	\$184	3	10/02
2001						
Embassy Bank, Bethlehem	\$461.9	8.33%	.22%	\$2,355	6	11/01
Landmark Community, Pittston	185.5	8.82	.79	979	3	3/01
Earthstar, Upper Southampton	<u>124.0</u>	<u>5.01</u>	<u>9.23</u>	<u>(6,637)</u>	<u>4</u>	1/01
Median	\$185.5	8.33%	.79%	\$979	4	
2000						
First CornerStone, King of Prussia	\$219.5	6.07%	7.46%	\$(3,078)	5	3/00
1999						
Stonebridge Bank, Exton ^(TARP)	\$470.4	8.25%	6.40%	\$(3,008)	5	2/99
Allegiance, Bala Cynwyd	148.0	4.65	5.25	(10,746)	5	7/99
Asian Bank, Philadelphia	86.1	5.78	1.78	(36)	1	6/99
Philadelphia Trust, Philadelphia	<u>19.7</u>	<u>55.07</u>	<u>-</u>	<u>(100)</u>	<u>1</u>	4/99
Median	\$117.0	7.02%	3.52%	\$(1,554)	3	
1998						
Enterprise Bank, Allison Park ^(TARP)	\$188.8	9.22%	9.27%	\$619	2	10/98
1997						
American Bank, Allentown	\$477.1	8.07%	.05%	\$1,638	1	6/97
New Century, Phoenixville	<u>280.2</u>	<u>8.53</u>	<u>7.30</u>	<u>(10,848)</u>	<u>5</u>	6/97
Average	\$378.7	8.30%	3.68%	\$(4,605)	3	
1992						
United Bank, Philadelphia	\$68.9	11.10%	5.63%	\$(386)	4	3/92
1990						
Woodlands Bank, Williamsport	\$283.3	6.91%	2.27%	\$1,633	6	10/90

<i>South Carolina</i>	<i>September 30, 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						
Coastal Carolina, Myrtle Beach	\$47.5	35.21%	-	\$(3,297)	1	6/09
2008						
VistaBank, Aiken	\$124.0	10.47%	.57%	\$(1,492)	3	1/08
2007						
Carolina Alliance, Spartanburg	\$187.3	11.86%	-	\$(840)	1	1/07
South Atlantic, Myrtle Beach	<u>154.9</u>	<u>10.26</u>	<u>-</u>	<u>(2,562)</u>	<u>2</u>	12/07
Average	\$171.1	11.06%	-	\$(1,701)	2	
2006						
BankMeridian, Columbia	\$291.8	9.54%	8.37%	\$(3,186)	3	5/06
Harbor National, Charleston	223.8	12.09	1.50	(181)	4	2/06
Congaree State, West Columbia ^(TARP)	133.0	7.74	.90	(1,782)	2	10/06
Pinnacle Bank, Greenville	119.7	13.37	2.87	406	2	1/06
BankGreenville ^(TARP)	102.2	10.38	4.38	(106)	1	1/06
Atlantic Community, Bluffton	<u>91.3</u>	<u>8.58</u>	<u>3.07</u>	<u>(2,345)</u>	<u>3</u>	1/06
Median	\$126.4	9.96%	2.97%	\$(982)	3	
2005						
CommunitySouth B&T, Easley	\$439.2	6.64%	6.72%	\$(4,894)	6	1/05
Independence, Greenville	137.7	10.50	3.57	(1,590)	3	5/05
Palmetto Heritage, Pawleys Island	<u>119.0</u>	<u>10.30</u>	<u>2.87</u>	<u>(306)</u>	<u>2</u>	1/05
Median	\$137.7	10.30%	3.57%	\$(1,590)	3	
2004						
CoastalStates, Hilton Head Island ^(TARP)	\$464.9	8.77%	7.30%	\$(3,202)	5	8/04
2003						
Tidelands Bank, Mt. Pleasant ^(TARP)	\$774.1	7.70%	2.55%	\$(4,270)	7	10/03
2001						
Crescent Bank, Myrtle Beach*	\$496.2	6.62%	3.10%	\$2,874	4	7/01
2000						
First National, Spartanburg	\$786.4	3.63%	15.85%	\$(76,142)	14	3/00
Southern First, Greenville ^(TARP)	<u>731.8</u>	<u>9.65</u>	<u>1.91</u>	<u>2,183</u>	<u>6</u>	1/00
Median	\$759.1	6.64%	8.88%	\$(36,980)	10	

*Affiliated with Carolina Financial in Charleston, SC.

<i>South Carolina</i> (continued)	<i>September 30, 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)	\$684.1	8.46%	4.84%	\$(2,509)	7	8/99
Cornerstone, Easley	191.5	9.75	10.37	(807)	3	9/99
Heritage Community, Hartsville	111.0	9.34	2.55	(258)	3	6/99
South Carolina Community, Columbia	95.4	7.46	5.98	(661)	5	3/99
Seneca National Bank	<u>75.3</u>	<u>9.04</u>	<u>6.03</u>	<u>(284)</u>	<u>1</u>	2/99
Median	\$111.0	9.04%	5.98%	\$(661)	3	
1998						
SouthCoast Community, Mount Pleasant	\$493.5	10.05%	6.93%	\$1,724	11	7/98
GrandSouth, Fountain Inn ^(TARP)	369.5	10.08	3.74	27	3	9/98
Bank of Anderson	<u>135.9</u>	<u>10.17</u>	<u>4.08</u>	<u>(486)</u>	<u>2</u>	9/98
Median	\$369.5	10.08%	4.08%	\$27	3	
1997						
Community First, Charleston*	\$589.9	6.57%	3.25%	\$961	6	4/97
1996						
Beach First, Myrtle Beach	\$646.0	4.98%	10.36%	\$(28,338)	7	9/96
First South, Spartanburg	<u>453.7</u>	<u>8.49</u>	<u>11.96</u>	<u>(547)</u>	<u>5</u>	8/96
Average	\$549.9	6.74%	11.16%	\$(14,443)	6	
1995						
First Community, Lexington ^(TARP)	\$630.4	8.42%	1.21%	\$(25,953)	11	8/95
1990						
Community First, Walhalla	\$476.0	8.48%	3.88%	\$146	7	3/90

*Affiliated with Carolina Financial in Charleston, SC.

<i>Virginia</i>	<i>September 30, 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						
Oak View, Warrenton	\$44.0	26.33%	-	\$(2,442)	2	6/09
Cornerstone Bank, Lexington	<u>34.2</u>	<u>23.17</u>	-	<u>(1,514)</u>	<u>1</u>	2/09
Average	\$39.1	24.75%	-	\$(1,978)	2	
2008						
Virginia Partners, Fredericksburg	\$89.9	20.01%	.20%	\$(2,474)	2	8/08
Frontier Community, Waynesboro	52.0	14.72	-	(1,350)	1	2/08
Community Capital, Christiansburg	<u>20.2</u>	<u>33.39</u>	-	<u>(230)</u>	<u>1</u>	8/08
Median	\$52.0	20.01%	-	\$(1,350)	1	
2007						
Chain Bridge, McLean	\$160.6	10.53%	.20%	\$131	1	8/07
First Virginia Community, Fairfax	132.6	14.19	.28	(2,156)	2	11/07
Select Bank, Forest	91.7	12.21	1.90	(885)	2	6/07
Old Dominion, North Garden	<u>57.4</u>	<u>8.14</u>	<u>2.43</u>	<u>(862)</u>	<u>2</u>	7/07
Median	\$112.1	11.37%	1.09%	\$(874)	2	
2006						
John Marshall, Falls Church	\$204.5	14.14%	1.43%	\$(1,877)	4	4/06
Virginia Business, Richmond	<u>154.7</u>	<u>4.71</u>	<u>3.61</u>	<u>(4,958)</u>	<u>2</u>	4/06
Average	\$179.6	9.43%	2.52%	\$(3,418)	3	
2005						
Sonabank, Charlottesville	\$461.9	13.83%	1.57%	\$1,704	9	4/05
Virginia Heritage, Fairfax	318.8	9.56	.69	621	3	11/05
HomeTown, Roanoke ^(TARP)	307.8	9.40	1.71	(605)	5	11/05
Virginia Company, Newport News ^(TARP)	<u>110.6</u>	<u>12.56</u>	<u>.36</u>	<u>(300)</u>	<u>2</u>	10/05
Median	\$313.3	11.06%	1.13%	\$161	4	
2004						
WashingtonFirst, Reston ^(TARP)	\$337.3	9.98%	1.04%	\$170	8	4/4
Bank of Virginia, Midlothian	226.3	6.39	2.37	(4,126)	5	1/04
MainStreet, Herndon	<u>213.3</u>	<u>10.65</u>	<u>.26</u>	<u>233</u>	<u>2</u>	5/04
Average	\$226.3	9.98%	1.04%	\$170	5	
2003						
SuffolkFirst Bank*	\$167.0	9.47%	4.28%	\$(1,556)	3	1/03
Colonial Virginia, Gloucester	118.4	10.08	.48	(127)	3	11/03
Citizens National, Windsor	<u>46.4</u>	<u>14.96</u>	<u>4.14</u>	<u>(526)</u>	<u>1</u>	4/03
Median	\$118.4	10.08%	4.14%	\$(526)	3	

*Announced recapitalization on May 12, 2009 by Xenith Corp. in Richmond, VA.

<i>Virginia</i> (continued)	<i>September 30, 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	\$275.1	13.06%	1.16%	\$2,149	4	4/02
Franklin, Rocky Mount*	227.7	9.43	4.53	148	4	9/02
Highlands, Covington	<u>88.5</u>	<u>10.66</u>	<u>.99</u>	<u>644</u>	<u>2</u>	9/02
Median	\$227.7	10.66%	1.16%	\$644	4	
2001						
Freedom Bank, Vienna	\$151.2	12.26%	3.05%	\$(5,282)	2	7/01
2000						
Smith River, Martinsville*	\$99.8	8.08%	1.20%	\$(470)	4	7/00
1999						
TowneBank, Portsmouth ^(TARP)	\$3,576.0	12.34%	.89%	\$25,495	19	4/99
Access National, Chantilly	694.5	9.42	2.28	9,677	5	12/99
Monarch, Chesapeake ^(TARP)	652.5	9.01	1.34	2,440	10	4/99
Village Bank, Midlothian ^(TARP)	603.1	9.55	5.77	(3,958)	15	12/99
Bank of the James, Lynchburg	426.5	6.89	2.07	(140)	9	7/99
Millennium, Reston	254.5	5.41	12.22	(19,824)	3	4/99
Citizens Community, South Hill ^(TARP)	<u>172.9</u>	<u>12.54</u>	<u>2.87</u>	<u>202</u>	<u>5</u>	12/99
Median	\$254.5	5.41%	12.22%	\$(19,824)	3	
1998						
Cardinal Financial, McLean	\$1,882.8	9.84%	.51%	\$11,332	25	6/98
New Peoples Bank, Honaker	846.1	7.80	3.11	(2,240)	32	10/98
Alliance Bank, Fairfax	634.9	7.19	2.22	(4,977)	7	11/98
First Capital, Glen Allen ^(TARP)	510.6	9.67	1.95	(93)	7	12/98
Virginia National, Charlottesville	<u>388.8</u>	<u>10.01</u>	<u>1.20</u>	<u>29</u>	<u>10</u>	7/98
Median	\$634.9	9.67%	1.95%	\$(93)	10	
1995						
Valley Bank, Roanoke ^(TARP)	\$706.5	9.04%	3.04%	\$(1,758)	8	5/95

*Affiliated with MainStreet Bankshares, Inc. in Martinsville, VA.

<i>West Virginia</i>	<i>September 30, 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)	\$161.0	10.76%	1.01%	\$1,052	1	6/03
2001						
Main Street, Wheeling	\$212.1	8.28%	1.74%	\$1,242	3	6/01
2000						
Centra Bank, Morgantown	\$1,273.3	9.47%	.83%	\$8,501	16	2/00
1999						
MVB Bank, Fairmont	\$341.6	8.91%	1.13%	\$1,628	5	1/99
1996						
First Sentry, Huntington	\$491.7	7.77%	.99%	\$1,773	5	10/96
Rock Branch Community, Nitro	<u>63.8</u>	<u>8.62</u>	<u>1.43</u>	<u>1,041</u>	<u>1</u>	10/96
Average	\$277.8	8.20%	1.21%	\$1,407	3	

<i>Other New England*</i>	<i>September 30, 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	\$78.4	9.51%	-	\$(1,826)	2	1/08
2007						
Nashua Bank, Nashua, NH	\$104.3	11.22%	1.76%	\$(852)	1	10/07
2006						
Hampshire First, Manchester, NH	\$168.8	15.78%	.71%	\$55	4	11/06
2003						
Independence, East Greenwich, RI ^(TARP)	\$75.1	8.34%	.86%	\$(157)	1	3/03
1999						
Centrix B&T, Bedford, NH ^(TARP)	\$582.8	7.44%	.81%	\$2,924	6	6/99
1996						
Bank Rhode Island, East Providence, RI	\$1,569.3	8.52%	1.12%	\$7,859	16	3/96
1991						
Ledyard National, Norwich, VT	\$382.5	8.57%	2.62%	\$688	7	5/91

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

Thriffs	September 30, 2009			LTM Net	No. of Branches	Date Opened
	Assets (in millions)	Equity/ Assets	NPAs/ Assets	Income (in thousands)		
2009						
1st Commonwealth, Arlington, VA	\$49.6	17.75%	-	\$(3,430)	1	2/09
Regent Bank, Greenville, SC	<u>19.9</u>	<u>45.15</u>	<u>-</u>	<u>(1,033)</u>	<u>1</u>	4/09
Average	\$34.8	31.45%	-	\$(2,232)	1	
2008						
Fieldpoint Private, Greenwich, CT	\$241.0	15.49%	-	\$(4,301)	1	4/08
2006						
East River Bank, Philadelphia, PA	\$171.1	9.78%	-	\$(2,616)	2	1/06
Southern B&T, Aiken, SC*	170.9	8.58	1.20%	(199)	2	9/06
Esquire Bank, Brooklyn, NY	164.7	8.58	1.12	81	3	10/06
Patriot Community, Woburn, MA	77.6	11.49	-	94	1	4/06
Saddle River Valley Bank, NJ	<u>76.1</u>	<u>7.92</u>	<u>-</u>	<u>(1,181)</u>	<u>2</u>	6/06
Median	\$164.7	8.59	-	\$(199)	2	
2005						
Team Capital, Bethlehem, PA	\$627.8	8.64%	.49%	\$756	8	11/05
Continental, Plymouth Meeting, PA	485.2	8.37	2.04	1,447	10	9/05
Patriot Federal, Canajoharie, NY	71.2	9.42	.50	56	2	12/05
Golden First, Great Neck, NY	<u>24.7</u>	<u>9.92</u>	<u>6.59</u>	<u>(1,760)</u>	<u>1</u>	3/05
Median	\$278	9.03	1.27%	\$406	5	
2001						
InsurBanc, Farmington, CT	\$155.9	12.44%	.14%	\$704	1	4/01
Community Savings, Woodhaven, NY	<u>64.8</u>	<u>8.30</u>	<u>4.89</u>	<u>(5,371)</u>	<u>2</u>	7/01
Average	\$110.4	10.37%	2.52%	\$(2,334)	2	
2000						
Select Bank, Egg Harbor, NJ	\$138.7	6.70%	.81%	\$(1,875)	5	11/00
Province Bank, Marietta, PA ^(TARP)	102.4	17.07	.13	434	3	9/00
Fort Lee Savings, Fort Lee, NJ ^(TARP)	<u>65.3</u>	<u>8.25</u>	<u>3.40</u>	<u>113</u>	<u>1</u>	12/00
Median	\$102.4	8.25%	.81%	\$113	3	
1999						
First Central, Glen Cove, NY	\$712.6	6.41%	10.39%	\$(3,504)	9	4/99
First Capital, Bennettsville, SC	<u>66.2</u>	<u>9.79</u>	<u>3.28</u>	<u>321</u>	<u>2</u>	9/99
Average	\$389.4	8.10%	6.84%	\$(1,592)	6	

*Affiliated with Southeastern Bank Financial Corp. in Augusta, GA.

<i>Thrifts (continued)</i>	<i>September 30, 2009</i>			<i>LTM Net</i>	<i>No. of</i>	<i>Date</i>
	<i>Assets</i> <i>(in millions)</i>	<i>Equity/ Assets</i>	<i>NPAs/ Assets</i>	<i>Income</i> <i>(in thousands)</i>		
1998						
Little Bank, Kinston, NC ^(TARP)	\$310.6	10.27%	.83%	\$1,138	6	11/98
Community First, Pikesville, MD	57.5	14.83	3.35	(206)	1	5/98
New Republic, Rocky Mount, NC	<u>57.0</u>	<u>8.90</u>	<u>3.13</u>	<u>51</u>	<u>3</u>	12/98
Median	\$57.5	10.27	3.13	51	3	
1996						
Monadnock Community, Peterborough, NH	\$118.5	9.21%	1.74%	\$69	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	54	\$35,450
2.	Keefe Bruyette	48	18,989
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.	Stifel Nicolaus	10	662
13.	Ostrowski & Co.	10	269
17.	Davenport & Company	9	784
17.	Finpro	9	289
19.	Friedman Billings Ramsey	8	691
19.	HAS Associates	8	118

*January 1, 1996 through December 1, 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
CNB Financial*	United Financial	25	-	125	8.3	2001
Community Bank-Rowan*	First American Financial	16	19.5	150	10.9	2006
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	-	<u>29</u>	<u>15.9</u>	2007
Median			21.4X	114%	8.4%	
<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	-	<u>138</u>	<u>9.2</u>	1999
Median			23.7X	138%	9.7%	
<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	<u>22.7</u>	<u>197</u>	<u>19.8</u>	2001
Median			26.9X	216%	22.6%	

*Pending transaction.

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 Associates acted as financial advisor or prepared the fairness opinion for the banks in bold.

Source: SNL Financial, Charlottesville, Virginia.

New Bank Failures

<i>Institution</i>	<i>City, State</i>	<i>Assets</i> (In millions)	<i>Tang. Equity</i>	<i>Tang. Equity/ Tang. Assets</i>	<i>NPAs/ Assets</i>	<i>Date Opened</i>
<u>Failed in 2009</u>						
Cape Fear Bank	Wilmington, NC	\$492	\$29.6	6.02%	8.83%	1998
First BankAmericano	Elizabeth, NJ	163	1.8	1.03	5.80	1997
Waterford Village Bank	Williamsville, NY	55	(.7)	(1.31)	1.13	2007
Citizens Community Bank	Ridgewood, NJ	41	(.2)	(.58)	19.44	2004

New Bank Recapitalizations

<i>Institution</i>	<i>Investor</i>	<i>Investment</i> (In millions)	<i>Assets</i>	<i>Tang. Equity/ Tang. Assets</i>	<i>NPAs/ Assets</i>	<i>Date Opened</i>
<u>Announced in 2009</u>						
First Bankshares	Xenith Corporation	\$38	\$174	9.45%	.98%	2003
Darien Rowayton	Alcar, LLC	15	113	2.55	.81	2006
VantageSouth	Piedmont Community Holdings	8	97	7.57	4.38	2006
<u>Announced in 2008</u>						
Community Bank	Investor Group	\$8	\$258	9.89%	-	2005

Source: SNL Financial, Charlottesville, Virginia.

Ticker	12/1/09 Stock Price	Price*		NPAs/ Assets	Avg. Shares Traded Daily**	
		Times Earnings	Percent of Tang. Book			
Connecticut						
BNC Financial	BNFI	\$13.50	-	107%	3.17%	327
Connecticut B&T	CTBC	3.80	-	70	1.11	1,379
Connecticut River Comm.	CRCA	6.00	-	63	2.77	109
Patriot National	PNBK	1.72	-	21	16.03	4,955
Prime Bank	PMHV	6.75	-	49	-	28
SBT Bancorp	SBTB	16.25	20.6X	80	.88	532
Southern Connecticut	SSE	3.10	-	53	4.11	3,978
Delaware						
Bancorp Bank	TBBK	\$5.99	-	79%	1.31%	77,345
Maryland						
Annapolis Bancorp	ANNB	\$2.97	-	46%	3.64%	1,408
Bay National	BANI	1.70	-	34	6.91	4,823
CommerceFirst	CMFB	6.00	-	53	3.43	565
County First Bank	CUMD	25.00	18.3X	98	.72	79
Eagle Bancorp	EGBN	10.31	18.8	125	1.63	33,783
Frederick County	FCBI	10.40	22.1	71	.49	132
Howard Bancorp	HBMD	7.00	-	75	3.25	221
New Hampshire						
Centrix B&T	CXBT	\$10.00	11.4X	85%	.81%	570
Hampshire First	HFBN	8.00	-	92	.71	726
Ledyard Financial	LYNA	30.10	-	93	2.55	331
New Jersey						
1st Colonial	FCOB	\$4.00	26.7X	53%	1.48%	1,906
Bancorp of New Jersey	BKJ	9.75	-	101	.77	1,194
BCB Bancorp	BCBP	8.60	7.4	78	1.60	1,178
Community Partners	CPBC	3.65	-	53	3.45	1,657
Enterprise Bank	EBNJ	2.90	-	49	2.27	1,257
First Bank	FRBA	3.50	-	52	1.94	886
First State	FSNT	2.00	-	41	6.58	38
Harvest Community	HCBP	7.00	13.2	52	3.10	470
Highlands State	HSBK	3.75	-	62	3.51	122
Hilltop Community	HTBC	4.95	-	74	.68	799
Hopewell Valley Comm.	HWDY	6.00	24.0	NA	.33	345
Liberty Bell	LBBB	3.95	-	82	2.88	1,126
New Millennium	NMNB	12.30	31.5	52	7.14	74
New Jersey Community	NJCB	4.25	-	52	.53	1,797
Parke Bancorp	PKBK	8.90	7.7	76	4.05	2,565
Pascack Community	PCCB	5.00	-	NA	.87	185
Rumson-Fair Haven	RFHB	5.75	47.9	102	1.24	249
Shore Community	SHRC	3.00	37.5	NA	5.51	265
Somerset Hills Bancorp	SOMH	7.80	30.0	106	.04	2,731
Sterling Bank	STNJ	1.32	-	39	6.05	4,128
Unity Bancorp	UNTY	4.09	-	61	3.81	2,635

	Ticker	12/1/09 Stock Price	Price*		NPAs/ Assets	Avg. Shares Traded Daily**
			Times Earnings	Percent of Tang. Book		
New York						
Community National	CBNY	\$10.20	-	117%	1.76%	785
ES Bancshares	ESBS	3.90	-	85	2.48	158
Herald National	HNB	4.62	-	91	-	-
USA Bank	USBK	.46	-	27	25.53	3,323
VSB Bancorp	VSBN	11.13	10.8X	81	.76	1,434
North Carolina						
1st Financial Services	FFIS	\$2.25	-	29%	3.54%	1,232
AB&T	ABTO	3.70	-	43	5.19	237
Bank of Commerce	BONC	3.95	-	51	9.30	299
Bank of the Carolinas	BCAR	3.90	-	42	2.33	923
BlueHarbor Bank	BLHK	5.50	-	63	-	32
BNC Bancorp	BNCN	6.95	13.4X	75	1.69	3,598
Capital Bank	CBKN	4.07	-	43	3.23	13,556
Carolina Bank	CLBH	3.69	23.1	35	3.26	3,815
Carolina Trust	CART	5.06	-	57	2.68	1,255
CB Financial	CBFA	7.75	-	-	6.55	21
Crescent Financial	CRFN	3.75	-	52	2.95	8,357
First Trust	NCFT	6.95	9.7	72	1.42	2,927
MidCarolina Financial	MCFI	5.00	11.6	69	1.02	611
New Century	NCBC	4.35	-	56	2.88	1,605
North State	NSBC	4.50	16.7	88	2.85	548
Oak Ridge Financial	BKOR	5.25	32.8	45	1.03	1,456
Park Sterling	PSTB	6.25	15.6	67	.75	1,225
Parkway Bank	PKWY	.55	-	8	7.77	309
Patriot State	PTOK	8.90	-	95	1.58	39
Sound Banking	SNBN	4.25	-	47	1.56	310
Southern Community	SCMF	2.45	-	45	2.36	13,247
Surrey Bancorp	SRYP	7.60	13.1	103	.45	242
Waccamaw Bankshares	WBNK	3.33	-	69	5.71	1,694
Weststar Financial	WFSC	3.75	8.0	45	3.55	669
Pennsylvania						
Allegiance Bank	ABPA	\$.07	-	5%	5.25%	5,594
American Bank	AMBK	5.75	-	129	.05	378
Clarion County Comm.	CCYY	5.50	8.6X	87	.77	41
Enterprise Bank	EFSG	7.00	-	-	9.27	10
First Resource	FRSB	2.20	-	33	2.54	450
New Century	NCYB	5.00	-	109	7.30	185
Woodlands Financial	WDFN	19.00	8.7	68	2.27	269
Rhode Island						
Bancorp Rhode Island	BARI	\$25.21	26.8X	105%	1.10%	12,511

Ticker	12/1/09 Stock Price	Price*		NPAs/ Assets	Avg. Shares Traded Daily**	
		Times Earnings	Percent of Tang. Book			
South Carolina						
Atlantic Bancshares	ATBA	\$3.00	-	50%	3.07%	99
BankGreenville	BGVF	3.00	-	37	4.38	238
Beach First National	BFNB	.85	-	16	10.21	6,411
Carolina Alliance	CRLN	10.00	-	113	-	400
Coastal Banking	CBCO	3.60	-	31	7.34	1,798
Community First	CFOK	7.23	-	61	3.94	161
CommunitySouth	CBSO	1.10	-	20	6.72	694
Congaree	CNRB	2.05	-	38	.90	46
Cornerstone	CTOT	4.10	-	46	6.70	44
First Community	FCCO	6.20	-	68	1.20	2,511
First National	FNCS	0.81	-	NA	15.81	10,203
First Reliance	FSRL	4.28	-	42	4.84	784
First South	FSBS	9.75	15.0X	53	11.96	341
GrandSouth	GRRB	4.99	-	77	3.73	106
Independence	IEBS	2.90	-	35	3.57	50
Peoples	PBCE	2.82	-	46	5.89	687
Southcoast Financial	SOCB	3.50	25.0	29	6.24	3,001
Southern First	SFST	6.75	25.0	46	1.91	3,656
Tidelands Bancshares	TDBK	4.00	-	49	2.55	3,408
Virginia						
Access National	ANCX	\$6.15	7.2X	98%	2.28%	5,373
Alliance Bankshares	ABVA	2.07	-	34	2.22	4,162
Bank of the James	BOJF	7.15	-	89	1.64	736
Bank of Virginia	BOVA	3.00	-	63	2.37	853
Cardinal Financial	CFNL	8.84	26.8	138	.51	119,055
Citizens Community	CZYB	8.00	-	58	2.87	163
CNB Bancorp	CNBV	3.50	-	73	4.13	215
Colonial Virginia	CNVB	13.70	-	70	.49	47
First Capital	FCVA	4.77	-	39	1.95	3,434
Freedom Bank	FDVA	5.25	-	67	3.05	241
MainStreet Bank	MNSB	5.60	37.3	63	.26	1,248
MainStreet BankShares	MREE	6.00	-	46	4.52	249
Millennium	MBVA	.41	-	43	12.22	16,637
Monarch	MNRK	6.75	26.0	83	1.34	2,687
Southern National	SONA	6.00	25.0	74	1.44	4,219
TowneBank	TOWN	11.83	18.2	131	.87	65,231
Valley Financial	VYFC	3.06	-	36	3.03	748
Village B&T	VBFC	3.30	-	41	5.62	2,053
Virginia Company	VGNA	3.00	-	50	.36	43
Virginia Heritage	VGBK	8.25	48.5	103	.70	337
Virginia National	VABK	15.15	-	91	1.20	301

	Ticker	12/1/09 Stock Price	Price*		NPAs/ Assets	Avg. Shares Traded Daily**
			Times Earnings	Percent of Tang. Book		
West Virginia						
First Sentry	FTSB	\$25.00	17.4X	138%	.98%	15
MVB Financial	MVBF	20.00	22.0	125	1.06	34
Median (118 banks)			19.7X	62%	2.48%	736

<u>Medians</u>						
			20.0X	42%	6.58%	694
			11.0	54	2.99	709
			22.0	80	.88	761

<u>Medians</u>						
			7.6X	82%	1.94%	1,872
			14.9	93	1.00	591
			25.5	65	1.69	470
			-	49	3.07	792

*Stock price as of December 1, 2009 and financial data as of September 30, 2009 or the twelve months ended September 30, 2009.

**One year.

Source: SNL Financial, Charlottesville, Virginia.






TARP WARRANT REPURCHASE


Sept.
2009

Bowie, Maryland

Danielson prepared a valuation of the warrants held by the U.S. Treasury for Old Line Bancshares, Inc.

OTHER TRANSACTIONS

 <p style="text-align: right; font-size: small;">Dec. 2008</p> <p>Old Forge Bank Old Forge, Pennsylvania merged with</p>  <p>Penseco Financial Scranton, Pennsylvania</p> <p style="font-size: x-small;">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: center;"><u>CHEVY CHASE BANK</u></p> <p style="text-align: right; font-size: small;">Sept. 2008</p> <p>Chevy Chase Bank Bethesda, Maryland sold the deposits of 7 branches to</p>  <p>Provident Bankshares Baltimore, Maryland</p> <p style="font-size: x-small;">Danielson acted as financial advisor for Chevy Chase Bank.</p>	 <p style="text-align: right; font-size: small;">Jun. 2008</p> <p>HNB Bancorp, Inc. Halifax, Pennsylvania merged with</p>  <p>First Perry Bancorp, Inc. Marysville, Pennsylvania</p> <p style="font-size: x-small;">Deal value was \$11.3 million. Danielson prepared the fairness opinion for HNB Bancorp, Inc.</p>
 <p style="text-align: right; font-size: small;">Dec. 2007</p> <p>CCFNB Bancorp, Inc. Bloomsburg, Pennsylvania has merged with</p>  <p>Columbia Financial Corp. Bloomsburg, Pennsylvania</p> <p style="font-size: x-small;">Danielson acted as financial advisor and prepared the fairness opinion for CCFNB Bancorp, Inc.</p>	 <p style="text-align: right; font-size: small;">Jan. 2007</p> <p>Penn Laurel Financial Corp. Curwensville, Pennsylvania has merged with</p>  <p>Northwest Bancorp Warren, Pennsylvania</p> <p style="font-size: x-small;">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; font-size: small;">Oct. 2006</p> <p>Potomac Bank of Virginia Fairfax, Virginia has merged with</p>  <p>Sandy Spring Bancorp, Inc. Olney, Maryland</p> <p style="font-size: x-small;">Deal value was \$64.7 million. Danielson acted as financial advisor and prepared the fairness opinion for Potomac Bank of Virginia.</p>

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