

## CONSOLIDATED BALANCE SHEETS

Unaudited  
(Dollars in thousands)

	March 30,	
	2010	2009
<b>ASSETS</b>		
Cash and due from banks	\$ 2,506	\$ 3,532
Interest bearing deposits	9,075	4,424
Securities	14,538	9,568
Loans, net	123,366	125,414
Premises and equipment, net*	9,901	9,145
Other assets	4,962	2,988
<b>Total assets</b>	<b>\$ 164,348</b>	<b>\$ 155,071</b>
<b>LIABILITIES</b>		
Deposits		
Demand - non-interest bearing	\$ 31,336	\$ 27,149
Demand - interest bearing	35,692	34,421
Savings	16,515	13,963
Certificates of deposit	48,591	43,680
Total deposits	132,134	119,213
Borrowings	17,379	19,336
Other liabilities	3,205	3,255
<b>Total liabilities</b>	<b>152,718</b>	<b>141,804</b>
<b>STOCKHOLDERS' EQUITY</b>		
Common stock	4,906	4,884
Retained earnings	6,646	8,343
Accumulated other comprehensive gain (loss), net of tax	78	40
<b>Total stockholders' equity</b>	<b>11,630</b>	<b>13,267</b>
Total liabilities & stockholders' equity	<b>\$ 164,348</b>	<b>\$ 155,071</b>

\* Includes Other Real Estate Owned

## CONSOLIDATED STATEMENTS OF INCOME

Unaudited  
(Dollars in thousands)

	THREE MONTHS ENDED MARCH 30,	
	2010	2009
<b>INTEREST INCOME</b>		
Loans	\$ 2,068	\$ 2,385
Securities	86	91
Other interest income	11	8
Total interest income	2,165	2,484
<b>INTEREST EXPENSE</b>		
Deposits	126	405
Borrowed funds	179	185
Total interest expense	455	590
<b>NET INTEREST INCOME</b>	1,710	1,894
Provision for credit losses	300	479
Net interest income after provision for credit losses	1,410	1,415
<b>NONINTEREST INCOME</b>		
Service charges	165	167
Other income	326	347
Total noninterest income	491	514
<b>NONINTEREST EXPENSE</b>		
Salaries and employee benefits	1,000	1,159
Occupancy & equipment	210	212
Outside services	225	205
Other operating expenses	346	373
Total noninterest expense	1,781	1,949
Income (loss) before taxes	120	(20)
Provision (benefit) for income taxes	19	(27)
<b>NET INCOME</b>	<b>\$ 101</b>	<b>\$ 7</b>
<b>STOCK INFORMATION</b>		
	March 30,	
	2010	2009
Shares Outstanding	2,189,973	2,185,130
Book Value	\$ 5.31	\$ 6.07
Earnings Per Share Y-T-D	\$ 0.05	\$ 0.00