

FOUNDERS COMMUNITY BANK

(unaudited and dollars in thousands, except per share data)

FIRST QUARTER 2010



Condensed Balance Sheets	As of Mar. 31, 2010	As of Mar. 31, 2009
Cash and due from banks	\$ 3,025	\$ 3,666
Investments/securities	15,437	10,047
Loans:		
Commercial	24,081	29,653
Real estate	58,574	57,760
Other	953	563
Total loans, gross	83,608	87,976
Deferred loan fees	(121)	(113)
Loan loss reserve	(1,853)	(1,230)
Total loans, net	81,634	86,633
Other real estate owned	1,540	-
Other assets	3,524	3,039
Total assets	<u>\$ 105,160</u>	<u>\$ 103,385</u>
Deposits:		
Non-interest-bearing demand	\$ 29,420	\$ 24,421
Interest-bearing demand	6,080	4,976
Savings & money market	24,262	22,107
Certificates of deposit	35,082	40,052
Total deposits	94,844	91,556
Other liabilities	113	647
Shareholders' equity	10,203	11,182
Total liabilities and shareholders' equity	<u>\$ 105,160</u>	<u>\$ 103,385</u>
Book value per share	<u>\$ 9.07</u>	<u>\$ 10.03</u>
Shares outstanding	<u>1,124,500</u>	<u>1,115,000</u>

Condensed Statements of Operations	For the three months ending Mar. 31, 2010	For the three months ending Mar. 31, 2009
Interest and fee income	\$ 1,416,051	\$ 1,391,850
Interest expense	(174,645)	(268,281)
Net interest income	1,241,406	1,123,569
Provision for loan losses	(171,453)	(855,000)
Net interest income, net of provision for loan losses	1,069,953	268,569
Deposit fees and other non-interest income	67,847	68,309
Salaries and employee benefits	(670,015)	(668,526)
Premises & fixed assets	(148,784)	(140,906)
Non-interest expense	(250,937)	(301,019)
Net profit or (loss) before tax	68,064	(773,573)
Income tax deferral	-	308,500
Net profit or (loss)	<u>\$ 68,064</u>	<u>\$ (465,073)</u>

Performance	Mar. 31, 2010	Mar. 31, 2009
Asset growth - trailing 12 months	1.72%	20.21%
Loan growth - trailing 12 months	-4.96%	14.26%
Deposit growth - trailing 12 months	3.59%	24.69%
Performing loans past due 30 - 89 days	\$2,100	\$0
Non-performing loans and loans past due 90 days	\$1,029	\$2,768
Other real estate owned as a percentage of loans	1.84%	0.00%
Loan loss reserve as a percentage of loans	2.22%	1.40%