

Consolidated Balance Sheet

(Unaudited)

as of March 31, 2007

Cash and due from banks	\$ 1,139,312
Federal funds sold	36,405,000
Cash and cash equivalents	<u>37,544,312</u>
Investment Securities	1,214,678
Total Loans	34,538,336
Less: allowance for loan losses	<u>(414,000)</u>
Net loans	34,124,336
Premises and equipment, net	864,545
Other assets and interest receivable	339,785
Total assets	<u><u>\$ 74,087,656</u></u>
Total Deposits	36,817,522
Other liabilities and interest payable	<u>368,005</u>
Total liabilities	37,185,527
Shareholder's equity	
Common stock	40,479,281
Retained earnings	(2,837,022)
Net loss year to date	<u>(740,130)</u>
Total shareholder's equity	<u><u>36,902,129</u></u>
Total liabilities and shareholder's equity	<u><u>\$ 74,087,656</u></u>

Consolidated Statement of Operations

(Unaudited)

for the three months ended March 31, 2007

Interest and fees on loans	\$ 592,359
Interest on investments	406,394
Total interest income	<u>998,753</u>
Deposit interest expense	<u>224,287</u>
Net interest income	774,466
Provision for loan losses	<u>112,000</u>
Net interest income after provision	662,466
Other operating income	2,740
Other operating expense	
Salaries and benefits	925,829
FF&E and occupancy expense	174,854
Other	304,653
Total operating expenses	<u>1,405,336</u>
Income before income taxes	(740,130)
Provision for income taxes	0
Net income	<u><u>\$ (740,130)</u></u>