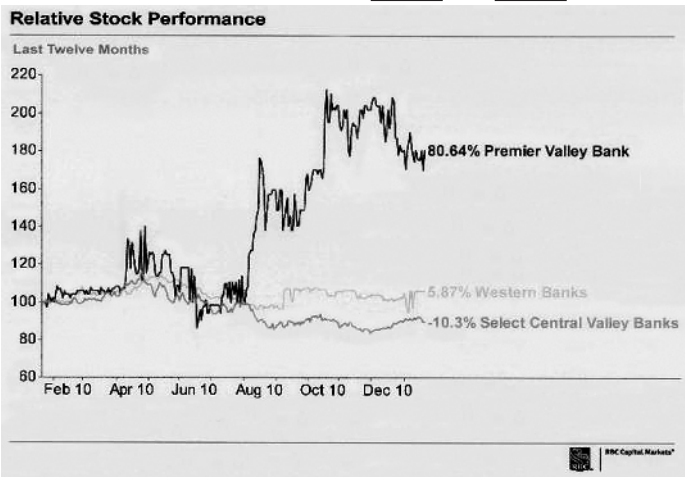


PREMIER VALLEY BANK

CONDENSED CONSOLIDATED BALANCE SHEET

(Unaudited)
(In thousands)

	December 31,	
	2010	2009
ASSETS		
Cash and due from banks	\$ 10,654	\$ 10,589
Federal funds sold and deposits in banks	311	104
Total cash and cash equivalents	10,965	10,693
Investment securities	66,768	55,811
Loans, less allowance for loan losses	347,743	366,353
Premises and equipment	3,170	3,575
Intangible assets	14,502	14,905
Other assets	28,916	23,117
	<u>\$472,064</u>	<u>\$474,454</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Deposits		
Noninterest bearing	\$126,192	\$121,434
Interest bearing	273,364	281,694
Total deposits	399,556	403,128
Borrowings		
	0	5,100
Other liabilities	9,681	6,560
Total liabilities	409,237	414,788
Common stock		
	55,787	54,591
Retained earnings	6,846	5,094
Other comprehensive gain (loss), net	194	(19)
Total shareholders' equity	62,827	59,666
	<u>\$472,064</u>	<u>\$474,454</u>



PREMIER VALLEY BANK

CONSOLIDATED FINANCIAL HIGHLIGHTS

(Unaudited)
(In thousands, except per share and ratio data)

	Year Ended December 31,				
	2010	2009	2008	2007	2006
STATEMENT OF INCOME DATA					
Net interest income	\$ 20,207	\$ 19,705	\$ 20,358	\$ 19,878	\$ 19,299
Provision for loan losses	3,420	5,390	5,375	1,580	754
Noninterest income	3,147	2,628	2,900	2,620	1,834
Noninterest expenses	16,489*	14,419*	16,922*	13,509	12,004
Income taxes	41	724	(50)	2,779	3,148
Net income	3,404	1,800	1,011	4,630	5,227
BALANCE SHEET DATA					
Total assets	\$472,064	\$474,454	\$488,134	\$469,037	\$445,860
Loans, net	347,743	366,353	369,794	331,124	305,567
Investment securities	66,768	55,811	66,478	93,362	93,072
Intangible assets	14,502	14,905	15,364	15,806	16,168
Deposits	399,556	403,128	395,911	403,049	381,299
Shareholders' equity	62,827	59,666	56,142	57,900	59,219
SHARE DATA					
Earnings per share					
Basic	\$ 0.27	\$ 0.14	\$ 0.08	\$ 0.36	\$ 0.41
Diluted	\$ 0.26	\$ 0.14	\$ 0.07	\$ 0.34	\$ 0.38
Book value per share	\$ 4.82	\$ 4.74	\$ 4.48	\$ 4.63	\$ 4.57
Tangible book value per share	\$ 3.71	\$ 3.55	\$ 3.25	\$ 3.37	\$ 3.33
Average shares outstanding	12,949	12,579	12,954	12,765	12,891
Shares outstanding end of year	13,032	12,592	12,533	12,495	12,945
SELECTED RATIOS					
Net interest margin	4.58%	4.50%	4.61%	4.80%	5.01%
Return on average assets	0.70%	0.38%	0.21%	1.02%	1.23%
Return on average equity	5.49%	3.08%	1.72%	7.76%	9.33%
Return on average tangible equity	8.17%	5.20%	3.28%	11.61%	14.33%
Efficiency ratio	69%	63%	71%	58%	55%
Loans to deposits	89%	93%	95%	83%	81%
Allowance for loan losses to total loans	2.60%	1.86%	1.42%	1.48%	1.25%
Nonperforming assets to total assets	4.28%	2.27%	1.97%	0.16%	0.13%
Net loan losses to average loans	0.30%	1.02%	1.43%	0.15%	0.06%
Equity to assets	13.31%	12.58%	11.50%	12.34%	13.28%
Tier one capital to risk-adjusted assets	12.61%	10.81%	9.81%	10.92%	12.75%

* Includes other-than-temporary impairment charges of \$1,081, \$31 and \$2,519, in 2010, 2009 and 2008, respectively. In 2009, the adoption of new accounting standards resulted in a recovery of \$1,100 of the \$2,519 charged in 2008 as an increase to retained earnings, net of taxes of \$452.

PREMIER VALLEY BANK

CONDENSED CONSOLIDATED STATEMENTS OF INCOME

(Unaudited)
(In thousands, except per share data)

	Year Ended December 31,	
	2010	2009
INTEREST INCOME		
Loans	\$20,152	\$20,245
Investment securities	2,779	2,941
Federal funds sold and deposits in banks	35	81
Total interest income	22,966	23,267
INTEREST EXPENSE		
Deposits	2,754	3,552
Borrowings	5	10
Total interest expense	2,759	3,562
Net interest income	20,207	19,705
Provision for loan losses	3,420	5,390
Net interest income after provision for loan losses	16,787	14,315
NONINTEREST INCOME		
Service charges	1,647	1,600
Other*	1,500	1,028
Total noninterest income	3,147	2,628
NONINTEREST EXPENSES		
Salaries and employee benefits	7,246	6,273
Occupancy and equipment	1,627	1,492
Other	7,616	6,654
Total noninterest expenses	16,489	14,419
Income before income taxes	3,445	2,524
Income taxes	41	724
Net income	\$ 3,404	\$ 1,800
Basic earnings per share	\$ 0.27	\$ 0.14
Diluted earnings per share	\$ 0.26	\$ 0.14

