

May 27, 2009

See pages 7 and 8 for disclosures and analyst certification.

## DAVENPORT COMMUNITY BANK QUARTERLY

Industry Update: *First Quarter 2009*

### Recent Price Performance

On a year-to-date basis, banks under \$500 million in assets have decreased 1.5%, banks between \$500 million and \$1 billion in assets are up 1.3% and banks with assets between \$1 and \$5 billion have decreased 22.9%. During this same period, all banks and thrifts (market-cap weighted) are down 12.6%, while the S&P 500 has increased 1.9%. All of these figures reflect total return indices that do include dividends. The following graph illustrates these recent price trends.

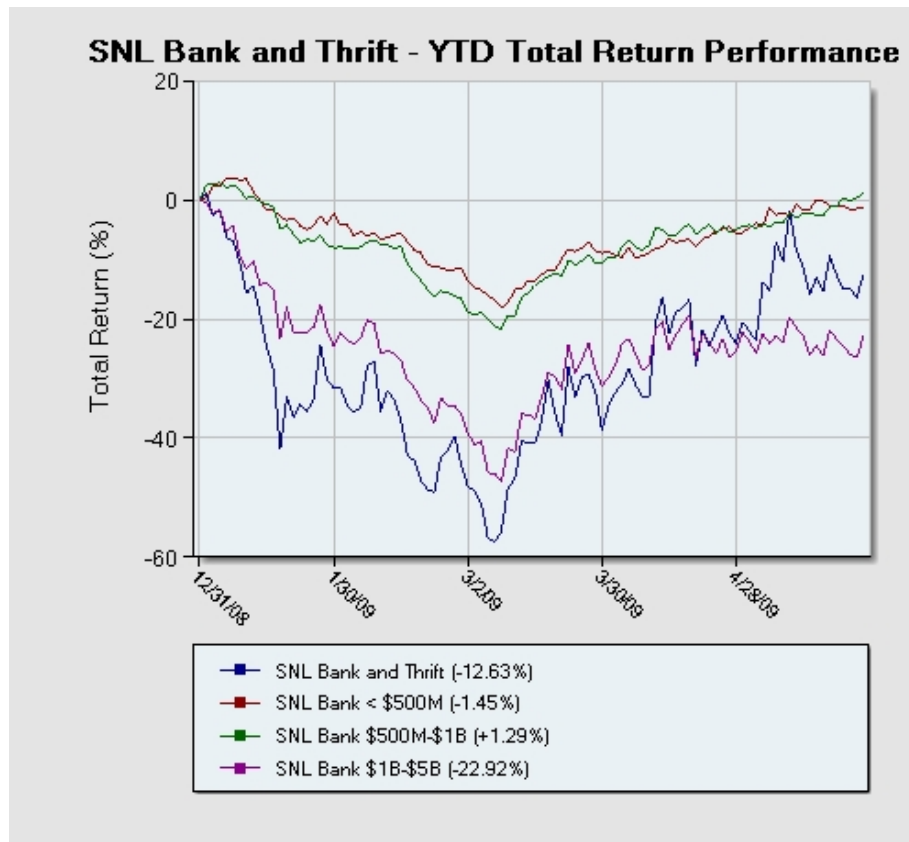


Chart courtesy of SNL Financial LC. Prices through the close of May 26, 2009.

First quarter results for the community banks came in largely as expected with continued credit weakness and depressed profitability. We were relieved that the pace of credit deterioration seemed to moderate for many banks, which we see as a sign that many institutions have started to get a handle on potential problems within their loan portfolio. As expected, commercial real estate has started to show some cracks. The recent Wall Street Journal article highlighting potential commercial real estate losses at small banks was an official confirmation that this asset class is now firmly in the spotlight. Our stance on the topic is that it is a mistake to paint all banks with the same commercial real estate loss assumptions, as each market and lender is different. We do have some apprehension toward heavily concentrated non owner-occupied commercial real estate exposure as we feel this loan type will likely suffer to some degree regardless of market or underwriting.

Back to the first quarter results...we were pleased that net interest margins did not materially falter when compared to fourth quarter results. In some cases, excess liquidity and elevated nonaccrual balances contributed to continued pressure on net interest margins. We are optimistic that margins for the industry are bouncing along a bottom, as opposed to heading lower, and a gradual rebuilding process is in place. Non spread-based income and expenses had a large impact on earnings for many banks in the quarter. Deposit charges and fees swooned in the quarter as consumers tightened their belts, started saving money and avoided overdraft charges. Positively, robust mortgage banking income, as a result of elevated refinance activity, was a lifeline for many and could not have come a better time for some. Unfortunately, higher FDIC insurance premiums offset some of the benefit and the one-time FDIC special assessment(s) will eat into earnings for everyone in the third quarter.

We expect a gradual shift in how investors value banks to occur in the coming quarters. Over the last 5-6 quarters we have relied on price to tangible book value as the valuation technique of choice; however, we believe the old-fashioned price to forward earnings multiple will capture some attention as investors aim to identify potential investments that have attractive earnings power on the back end of this cycle. The lack of confidence (rightly so) in the accuracy of forward earnings estimates made this technique largely useless in recent quarters.

Moving on to stock performance, the financial sector bounced nicely off the lows put in during the early-March sell-off. Our outlook for community bank stocks remains largely unchanged from our last Community Bank Quarterly, which is to say that we do believe that investor's expectations have bottomed out, although the lack of clarity for the second half of 2009 and all of 2010 will likely remain an overhang. We suspect that the composition of shareholder bases, along with lower trading volume, will cause the community banks' stock performance to lag the larger cap banks. This is because individual shareholders, which make up the majority of community banks' investor bases, are more likely stay on the sidelines until the banking outlook improves. We continue to be optimistic when looking out over the next 12-18 months, but still feel that the risk of the unknown makes it hard to sound the all clear. We continue to advise clients to have some exposure to the sector in order to take advantage of the historically low valuation levels; however, the exposure needs to be diversified as much as possible in order to reduce single company risk.

Note: We have excluded net EPS growth from the profitability portion of the rankings this quarter. Due to negative earnings, this data point excluded numerous companies from the rankings.

## Valuation Review

The following table highlights the median valuation level for the banks by state. We have used the median instead of averages since the community banks tend to have outliers that frequently distort average calculations.

<u>State</u>	<u>Median Price/Book</u>	<u>Median Price/LTM EPS</u>	<u>Median Yield</u>
Maryland/DC	0.6x	19.8x	3.2%
North Carolina	0.7x	13.5x	3.4%
South Carolina	0.5x	16.6x	3.0%
Virginia	0.8x	19.0x	3.5%
West Virginia	0.8x	13.6x	5.4%

Since our last *Community Bank Quarterly* dated April 3, 2009, valuation levels improved modestly. Median price/book value metrics increased in each state except West Virginia while median price/LTM EPS multiples and median yields were mixed across the board.

## Recent Merger & Acquisition Activity

The following table highlights some recently announced merger transactions for companies included in this report:

<u>Selected Pending/Recently Completed Bank/Branch Acquisitions:</u>				
<u>Company</u>	<u>Target</u>	<u>Assets/Deposits</u>	<u>Terms</u>	<u>Completion Date</u>
Ist Financial Services Corp.	AB&T Financial Corp.	\$171 Million	1.175 shares of FFIS per ABTO	Q2-Q3 2009
Capital Funding Bancorp	AmericasBank Corp.	\$146 Million	\$0.102 in cash per AMAB	Q2 2009
Eastern Virginia Bankshares	First Capital Bancorp	\$432 Million	0.98 share of EVBS per FCVA	Q4 2009
First Community Bancshares	TriStone Community	\$152 Million	0.5262 of FCBC per TCMB	Q3 2009
First Sentry Bancshares	Guaranty Financial	\$138 Million	1.176 shares of FTSB per Guaranty	Q2 2009
Four Oaks Fincorp	Nuestro Banco	\$17 Million	0.2697 shares of FOFN per Nuestro	Q3 2009
M&T Bank Corporation	Provident Bankshares	\$6.4 Billion	0.171625 shares of MTB per PBKS	Completed
Premier Financial Bancorp	Abigail Adams National	\$436 Million	0.4461 shares of PFBI per AANB	Q3 2009
Union Bankshares	First Market Bank	\$1.3 Billion	6.7 million shares	Q4 2009
Xenith Corporation	First Bankshares	\$174 Million	\$9.23 in cash or retain shares	Q3 2009
Yadkin Valley Financial	American Community	\$530 Million	\$12.35 in cash or 0.8517 per ACBA	Completed

Source: Bloomberg, SNL Financial LC and company reports.

Merger and acquisition activity picked up in recent weeks. Many banks, having reflected on the recent turmoil in the sector, have decided that by partnering with another institution they may be able to compete more effectively going forward. We continue to expect an increase in the number of FDIC assisted deals, along with additional partnerships to be announced. Takeouts with meaningful market premiums will likely be limited as potential buyers are still not likely to take on an inordinate amount of risk. In most cases, acquisitive institutions with premium valuations have looked to structure deals as all stock in an attempt to support common equity capital levels.

Several notable deals that have been announced or completed in our market area include:

**M&T Bank** announced that they have acquired **Provident Bankshares** in an all stock deal. PBKS shareholders received 0.171625 shares of MTB per PBKS. The deal gives M&T a strong position in the Baltimore/DC region and the purchase price seems fair for PBKS shareholders. Given the high level of expected cost savings, MTB was able to pay a nice premium to tangible book during a period when takeout premiums have been scarce. **Union Bankshares** announced that they will be acquiring **First Market Bank**. The deal, which is expected to close by year end, is an all stock transaction valued at \$105.4 million. The combined company will be re-named Union First Market Bankshares and will have 97 branches and \$3.9 billion in assets, making it the largest community bank headquartered in VA. **Eastern Virginia Bankshares** announced that they will acquire **First Capital Bancorp** (Davenport & Co. LLC acted as Financial Advisor) in an all stock deal valued at \$27.0 million at the time of the announcement. First Capital shareholders will receive 0.98 shares of EVBS for each FCVA share owned. The combined company will have \$1.5 billion in assets and 32 branches with little overlap. The combination gives EVBS a solid presence in the Richmond market with the combined company having the number two market share position of any community bank in Richmond.

### Introduction to the Statistical Tables

The *Davenport Community Bank Quarterly* provides data on a complete universe of banks and thrifts organized by state. This report focuses on publicly traded banks headquartered in the Mid-Atlantic region, currently defined as the District of Columbia, Maryland, North Carolina, South Carolina, Virginia and West Virginia. The chart below summarizes the number of banks in this report by state and asset size.

<u>STATE</u>	<u>ASSETS</u>					<u>Total</u>
	<u>Less than \$100 Million</u>	<u>\$100 to \$500 Million</u>	<u>\$500 Million to \$1 Billion</u>	<u>\$1 to \$10 Billion</u>	<u>\$10 Billion and Greater</u>	
District of Columbia	0	1	0	0	0	<b>1</b>
Maryland	0	\$12	3	5	0	<b>20</b>
North Carolina	0	10	10	10	3	<b>33</b>
South Carolina	1	8	9	3	1	<b>22</b>
Virginia	1	21	15	12	1	<b>50</b>
West Virginia	0	8	1	4	0	<b>13</b>
<b>Total</b>	<b>2</b>	<b>60</b>	<b>38</b>	<b>34</b>	<b>5</b>	<b>139</b>

We have loosely modeled our *Davenport Community Bank Quarterly* after the CAMELS system used by bank regulators by which they evaluate and rate a bank's financial condition. The CAMELS acronym refers to six areas: **C**apital, **A**sset Quality, **M**anagement, **E**arnings, **L**iquidity and **S**ensitivity to market risk. In this report, we cover four of these areas but cannot address the more subjective areas of quality of management and sensitivity to market risk. Within these four categories, we have selected several statistical measures, which we believe effectively address the essentials of fundamental bank analysis.

Although the *Davenport Community Bank Quarterly* will offer very little commentary, we have developed a ranking methodology to help guide you in the analytical process. Given the amount of subjectivity in the selection of statistical metrics and inherent volatility of quarterly results, we would suggest that the interpretation of absolute rankings is limited. In our opinion, the scatter-diagram should be used to determine where to direct further research efforts. **The scatter-diagrams alone do not provide sufficient information to make an investment recommendation or decision.**

## Summary of Methodology

Each bank was ranked according to five categories: Profitability, Capital, Liquidity, Asset Quality and Valuation. In all cases, a lower ranking is better. The first four categories address company fundamentals and were combined in the following manner to establish a Performance ranking: 50% Profitability, 20% Capital, 10% Liquidity and 20% Asset Quality. Each bank was then ranked according to the fifth category, Valuation. This Valuation ranking was then compared to the Performance ranking for each bank. The ranking methodology for each individual category is detailed below. If a data piece was missing for a specific company, that company cannot be ranked. The statistics below that are marked with an asterisk indicate lower is better, for all others, the higher the measure, the better.

### Profitability

Each bank was ranked for Return on Average Assets, Return on Average Equity, Efficiency, Operating Revenue Growth and Net Earnings per Share Growth\*. **The Profitability ranking was then established by double-weighting Return on Average Equity and equal-weighting each of the other four ratios.** (Formerly these ratios were all equal-weighted.) Definitions of the Profitability components are as follows:

*Return on Average Assets:* Net income for the period as a percentage of average assets for the period.

*Return on Average Equity:* Net income for the period as a percentage of average equity for the period. This ratio is double-weighted compared to the other profitability ratios.

*\*Efficiency Ratio:* Recurring non-interest expense as a percentage of the sum of recurring net interest income on a fully taxable equivalent basis and recurring non-interest income.

*Operating Revenue Growth:* Year-over-year growth in core operating revenue, which excludes securities gains/losses and other non-recurring items.

*Net EPS Growth\*:* Year-over-year growth in net earnings per share, including extraordinary items.

**\*Note: We have excluded Net EPS Growth from the rankings this quarter. Due to the number of companies reporting negative earnings, this metric excluded many companies from the rankings.**

### Capital

Regulatory capital ratios were not used due to the delayed availability of these figures. Instead, each bank was ranked for Total Equity-to-Total Assets, Reserves-to-Loans and Tangible Equity-to-Assets. The Capital ranking was then established by equal-weighting each of these components. Definitions of the Capital components are as follows:

*Total Equity/Total Assets:* Total shareholder's equity at period end as a percentage of total assets at period-end.

*Reserve/Loans:* Reserve for loan losses as a percentage of total loans at period-end.

*Tangible Equity/Assets:* Tangible equity as a percentage of tangible assets.

### **Liquidity**

Each bank was ranked for Borrowings-to-Deposits plus Borrowings and Total Loans-to-Total Deposits. The Liquidity ranking was then established by equal-weighting each of these components. Definitions of the Liquidity components are as follows:

*\*Borrowings/Deposits+Borrowings:* Total borrowings as a percentage of the sum of deposits and total borrowings. Total borrowings include FHLB advances, fed funds purchased, securities sold under repurchase agreements, mortgage-backed bonds, short-term borrowings, mortgage notes and other notes payable, capitalized lease obligations and ESOP liability.

*\*Total Loans/Total Deposits:* Total loans held for investment at period end as a percentage of total deposits at period-end.

### **Asset Quality**

Each bank was ranked for Non-Performing Assets-to-Assets, Reserves-to-Non-Performing Assets and Net Charge-Offs-to-Average Loans. The Asset Quality ranking was then established by equal-weighting each of these components. Definitions of the Asset Quality components are as follows:

*\*Non-Performing Assets/Assets:* Non-performing assets, defined as non-accrual loans, restructured loans and foreclosed property as a percentage of total assets at period-end.

*Reserve/NPAs:* Reserve for loan losses as a multiple of non-performing assets as defined above.

*\*Net Charge-Offs/Average Loans:* Net charge-offs as a percentage of average loans for the period.

### **Valuation**

Each bank was ranked for Price-to-Book Value (P/B), Price-to-LTM Earnings (P/E) and Dividend Yield. The Valuation ranking was then established by single-weighting P/B and Yield and double-weighting P/E. Definitions of the Valuation components are as follows.

*\*Price-to-Book Value:* Share price divided by book value per share at period end.

*\*Price-to-LTM Earnings:* Share price divided by last-twelve-months earnings per share.

*Dividend Yield:* Annual dividend rate divided by share price.

**DISCLOSURES**

**The statistical information provided in this report is not sufficient to make an investment recommendation or decision.**

**Disclosure Section**

As of 04/01/09, Davenport's ratings of covered companies were distributed as follows: 50.5% Buy, 48.4% Neutral, 1.1% Sell

As of 04/01/09, Davenport's percentages of covered companies that were investment banking clients within the past 12 months by rating were: 6.5% Buy, 4.6% Neutral, 0.0% Sell

**Companies Mentioned in this Report and Associated Disclosures**

BB&T Corp. (BBT - NYSE): S/C,A1,I/F  
 Capital One Financial (COF - NYSE): None  
 Cardinal Financial Corp. (CFNL - NASDAQ): I,I2,U  
 Carolina Bank Holdings (CLBH - NASDAQ): None  
 Capital Bank (CBKN - NASDAQ) None  
 Crescent Financial (CRFN - NASDAQ) None  
 Fauquier Bankshares Inc. (FBSS - NASDAQ) None  
 First Community Bancshares, Inc. (FCBC - NASDAQ): None  
 First Capital Bancorp Inc. (FCVA - NASDAQ) I2, O  
 First National Corp. (FXNC - OTCBB) I, I2, S/C  
 Middleburg Financial Corp. (MBRG - NASDAQ) I, I2  
 National Bankshares Inc. (NKSH - NASDAQ) I  
 Old Point Financial Corp. (OPOF - NASDAQ) None  
 StellarOne Corporation (STEL - NASDAQ): I  
 SunTrust Banks (STI - NYSE): None  
 Union Bankshares Corp. (UBSH - NASDAQ): S/C  
 Valley Financial Corp. (VYFC - NASDAQ) I2  
 Virginia Commerce Bancorp Inc. (VCBI - NASDAQ): None  
 1<sup>st</sup> Financial Services Corp. (FFIS - OTCBB): N/A  
 AB&T Financial Corp. (ABTO - OTCBB): N/A  
 AmericasBank Corp. (AMAB - OTCBB): N/A  
 Eastern Virginia Bankshares (EVBS-NASDAQ): N/A  
 TriStone Community Bank (TCMB-OTCBB): N/A  
 First Sentry Bancshares (FTSB - Pink): N/A  
 Four Oaks (FOFN-OTCBB): N/A  
 M&T Bank Corporation (MTB - NYSE): N/A  
 Premier Financial Bancorp (PFBI - NASDAQ): N/A  
 Abigail Adams National (AANB - NASDAQ): N/A  
 First Bankshares (SUFN-NASDAQ): N/A  
 Yadkin Valley Financial (YAVY-NASDAQ): N/A

Other companies mentioned in this report are included in the statistical summary

**Description of Rating System**

**Strong Buy** These shares are viewed as compelling short and long-term investment opportunities. We expect these shares to materially outperform the market over the next 12 months. Aggressive purchase is recommended at current prices.

**Buy** These shares offer attractive long-term appreciation potential from current prices. We would expect these shares to outperform the market over a longer-term horizon and long-term investors can buy at current prices.

**Neutral** These shares should perform roughly in-line with the current market. We neither encourage the purchase nor the sale of these securities at current prices.

**Reduce/Sell** These shares have more downside risk than upside potential at current prices. We expect these shares to underperform the market at current prices.

**Risk Profile Considerations**

This risk classification has been determined primarily from considering the level and predictability of earnings, the volatility of the stock relative to the market, applicable debt ratings, the composition and level of the company's capital structure, the dependence on key customers, and other relevant risk considerations.

**Description of Possible Disclosure Codes**

- A1** The Research Analyst or a member of the Analyst's household owns common stock of the subject company.
- A2** The Research Analyst or a member of the Analyst's household owns preferred stock of the subject company.
- A3** The Research Analyst or a member of the Analyst's household has options on the common stock of the subject company.
- A4** The Research Analyst or a member of the Analyst's household owns rights for the securities of the subject company.
- A5** The Research Analyst or a member of the Analyst's household owns warrants for the securities of the subject company.
- A6** The Research Analyst or a member of the Analyst's household has futures contracts on the securities of the subject company.
- A7** The Research Analyst or a member of the Analyst's household has a short position in the common stock of the subject company.
- A8** The Research Analyst or a member of the Analyst's household owns a debt security issued by the subject company.
- B** The Research Analyst or a member of the Analyst's household serves as an officer, director, or advisory board member of the subject company.
- I** Davenport or its affiliates received compensation for investment banking services from the subject company in the past 12 months.
- I2** Davenport or its affiliates expects to receive or intends to seek compensation for investment banking services from the subject company in the next 3 months.
- I/F** Davenport or its affiliates received fixed income investment banking fees from this company within the past 12 months.
- S/C** The subject company was a non-investment banking – securities related services client of Davenport or its affiliates for which compensation was received during the past 12-months.
- N/C** The subject company was a non-securities services client of Davenport or its affiliates for which compensation was received during the past 12-months.
- O** As of the end of the month immediately preceding the date of this report (or the end of the second most recent month if the report date is less than 10 calendar days after the end of the most recent month), Davenport or its affiliates beneficially owned 1% or more of any class of common equity securities of the subject company calculated in accordance with Section 13(d) of the Securities Exchange Act of 1934.
- SCC** The Research Analyst received non-investment banking related compensation from the subject company in the past 12 months.
- U** Davenport or its affiliates managed or co-managed a public offering of securities for the subject company in the past 12 months.
- C** Any other actual, material conflict of interest of the Research Analyst or Davenport and its affiliates, of which Davenport and its affiliates or the Research Analyst knows, or has reason to know, at the time of this report.

This report has been compiled from sources believed to be reliable; however, there is no guarantee of its accuracy or completeness. Any opinions expressed here are statements of judgment on this date and are subject to future change without notice. Neither this information nor any opinions expressed herein are a solicitation to purchase or sell any securities. This information contains forward looking predictions that are subject to certain risks and uncertainties which could cause actual results to differ materially from those currently anticipated or projected. Securities discussed in this report may not be suitable for all investors due to different needs, objectives, and financial resources, nor may the securities mentioned in this report be registered in every state. The research analyst(s) that prepared this report may receive compensation from a general bonus pool that is based on various factors, including Davenport's total revenues, a portion of which are generated by Davenport's investment banking activities.

**Additional information is available upon request.**

One James Center • Post Office Box 85678 • Richmond, Virginia • 23285-5678 • Telephone (804) 780-2000.

**Certification**

As the primary author of this report, I hereby certify that the views and opinions expressed herein accurately reflect my personal views and opinions about the principal subject(s) of this report. Further, I hereby certify that no part of my compensation was, is, or will be directly or indirectly related to the specific recommendations or personal views expressed here.

Allan G. Bach

	End of Most Recent Quarter	Period-End Assets (mil)	Profitability					Capital			Liquidity		Asset Quality		
			Return on Avg Assets	Return on Avg Equity	Efficiency Ratio	Op. Rev. Growth	Net EPS Growth	Total Equity/ Total Assets	Reserve/ Loans	Tang. Equity/ Assets	Borrowings/ Deposits + Bor.	Loans/ Deposits	NPAs/ Assets	Reserve/ NPAs	Net COs/ Avg Loans
<b>MARYLAND &amp; D.C.</b>															
Annapolis Bancorp, Inc.	3/31/2009	\$470	-0.43%	-5.7%	85.5%	-5.2%	NM	7.3%	1.91%	7.3%	13.9%	73.0%	2.49%	0.4x	0.26%
Bay National Corporation	3/31/2009	\$297	-1.24%	-23.8%	116.8%	-34.2%	NM	4.8%	2.51%	4.8%	2.8%	89.4%	6.42%	0.3x	0.80%
BCSB Bancorp	3/31/2009	\$591	0.07%	0.7%	94.1%	16.3%	NM	10.1%	0.75%	9.8%	5.2%	80.1%	0.32%	1.6x	0.01%
Calvin B Taylor Bankshares	3/31/2009	\$377	1.46%	7.6%	43.9%	-2.0%	-15.4%	19.3%	0.39%	19.3%	1.8%	82.7%	2.43%	0.1x	0.12%
Carrollton Bancorp	3/31/2009	\$415	0.48%	6.2%	81.7%	5.3%	6.3%	8.6%	1.06%	8.5%	16.8%	91.6%	2.65%	0.3x	0.00%
Cecil Bancorp, Inc.	3/31/2009	\$473	-0.93%	-11.3%	61.2%	3.9%	NM	8.2%	2.02%	7.8%	18.9%	119.4%	3.18%	0.6x	1.40%
CommerceFirst Bancorp, Inc.	3/31/2009	\$173	-0.18%	-1.5%	76.1%	11.7%	NM	11.7%	1.42%	11.7%	0.0%	104.6%	3.14%	0.4x	0.35%
Eagle Bancorp, Inc.	3/31/2009	\$1,496	0.55%	5.9%	69.7%	54.9%	-20.0%	9.7%	1.50%	NA	14.4%	110.4%	3.33%	0.4x	0.29%
First Mariner Bancorp	3/31/2009	\$1,380	-0.92%	-25.9%	87.0%	28.1%	NM	3.2%	1.46%	3.2%	22.6%	96.0%	6.21%	0.2x	2.12%
First United Corporation	3/31/2009	\$1,656	0.58%	11.2%	60.8%	7.7%	-31.4%	5.9%	1.18%	4.9%	20.7%	91.8%	2.56%	0.3x	1.10%
Frederick County Bancorp, Inc.	3/31/2009	\$260	0.07%	0.9%	77.0%	-1.1%	-85.0%	8.0%	1.36%	8.0%	6.8%	94.0%	0.43%	2.5x	1.29%
Glen Burnie Bancorp	3/31/2009	\$346	0.54%	6.9%	78.9%	-1.4%	-11.1%	7.2%	0.82%	7.2%	10.1%	83.4%	0.48%	1.2x	0.33%
Harford Bank	3/31/2009	\$245	0.58%	5.9%	70.5%	2.7%	-25.0%	9.7%	0.98%	9.7%	13.5%	109.9%	3.32%	0.3x	0.02%
Old Line Bancshares, Inc.	3/31/2009	\$331	0.76%	6.0%	63.0%	32.3%	0.0%	12.9%	0.92%	12.9%	16.1%	103.7%	0.45%	1.5x	0.00%
Patapsco Bancorp, Inc.	3/31/2009	\$269	-0.55%	-5.9%	87.0%	-2.5%	NM	9.1%	1.57%	8.0%	18.7%	117.3%	6.80%	0.2x	0.27%
Peoples Bancorp	3/31/2009	\$253	1.03%	9.0%	53.7%	-1.8%	-28.5%	11.4%	1.06%	11.1%	24.3%	126.6%	2.47%	0.4x	0.32%
Sandy Spring Bancorp, Inc.	3/31/2009	\$3,519	0.26%	2.3%	61.3%	-4.8%	-88.0%	11.2%	2.41%	8.9%	17.4%	96.4%	3.57%	0.5x	0.21%
Seyern Bancorp, Inc.	3/31/2009	\$973	-0.55%	-4.4%	55.8%	-16.8%	NM	12.5%	2.07%	12.5%	20.1%	134.3%	7.15%	0.3x	0.20%
Shore Bancshares, Inc.	3/31/2009	\$1,077	1.09%	7.6%	63.1%	-1.4%	-25.0%	14.3%	1.07%	12.5%	4.3%	104.0%	1.58%	0.6x	0.24%
Tri-County Financial Corporation	3/31/2009	\$740	0.42%	4.6%	69.0%	1.6%	-54.8%	9.2%	0.99%	9.2%	16.9%	99.9%	1.04%	0.7x	0.01%
WSB Holdings, Inc.	3/31/2009	\$451	-1.35%	-11.5%	88.6%	-6.3%	NM	11.8%	1.96%	11.8%	33.9%	94.9%	6.38%	0.2x	3.91%
<i>Source: SNL DataSource</i>	<b>MEDIAN</b>	<b>\$451</b>	<b>0.26%</b>	<b>2.3%</b>	<b>70.5%</b>	<b>-1.1%</b>	<b>-25.0%</b>	<b>9.7%</b>	<b>1.36%</b>	<b>9.0%</b>	<b>16.1%</b>	<b>96.4%</b>	<b>2.65%</b>	<b>0.4x</b>	<b>0.27%</b>

	Rank					Valuation Data									
	Profitability	Capital	Liquidity	Asset Quality	Performance	Last Trade 5/26/2009	Total Return Year-to-Date	Shares (000s)	Market Cap (mil)	Book Value	Price/ Book	LTM EPS	Price/ LTM EPS	Dividend	Yield
<b>MARYLAND &amp; D.C.</b>															
Annapolis Bancorp, Inc.	18	14	4	8	16	\$3.25	-3.0%	3,987	\$13.0	\$6.63	0.49x	\$0.10	32.5x	\$0.00	-
Bay National Corporation	21	15	3	18	20	\$1.21	-49.6%	2,153	\$2.6	\$6.56	0.18x	(\$2.09)	NM	\$0.00	-
BCSB Bancorp	14	12	2	1	10	\$8.01	-8.0%	3,121	\$25.0	\$15.88	0.50x	\$0.31	25.8x	\$0.00	-
Calvin B Taylor Bankshares	3	6	1	11	3	\$36.75	2.1%	3,029	\$111.3	\$24.01	1.53x	\$1.89	19.4x	\$0.85	2.3%
Carrollton Bancorp	8	15	8	7	6	\$6.21	9.7%	2,565	\$15.9	\$10.45	0.59x	\$0.33	18.8x	\$0.32	5.2%
Cecil Bancorp, Inc.	15	10	19	15	15	\$4.35	-35.0%	3,689	\$16.0	\$7.61	0.57x	(\$0.08)	NM	\$0.10	2.3%
CommerceFirst Bancorp, Inc.	12	5	7	13	12	\$5.81	7.6%	1,821	\$10.6	\$11.10	0.52x	\$0.04	145.3x	\$0.00	-
Eagle Bancorp, Inc.	6	-	15	14	-	\$8.68	51.0%	12,745	\$110.6	\$8.49	1.02x	\$0.60	14.5x	\$0.00	-
First Mariner Bancorp	17	19	16	20	18	\$1.40	94.4%	6,453	\$9.0	\$6.81	0.21x	(\$2.32)	NM	\$0.00	-
First United Corporation	1	18	12	16	5	\$11.54	-11.3%	6,122	\$70.7	\$11.00	1.05x	\$1.29	8.9x	\$0.80	6.9%
Frederick County Bancorp, Inc.	13	15	6	4	13	\$12.00	-25.0%	1,461	\$17.5	\$14.23	0.84x	\$0.52	23.1x	\$0.00	-
Glen Burnie Bancorp	9	20	5	6	9	\$8.99	-17.0%	2,675	\$24.0	\$9.31	0.97x	\$0.12	74.9x	\$0.40	4.4%
Harford Bank	7	11	10	12	8	\$32.65	-13.5%	977	\$31.9	\$24.33	1.34x	\$1.65	19.8x	\$0.88	2.7%
Old Line Bancshares, Inc.	4	6	10	2	1	\$5.80	-3.9%	3,862	\$22.4	\$9.16	0.63x	\$0.44	13.2x	\$0.12	2.1%
Patapsco Bancorp, Inc.	19	9	18	19	17	\$3.60	-1.7%	1,865	\$6.7	\$9.64	0.37x	(\$0.51)	NM	\$0.08	2.2%
Peoples Bancorp	2	8	21	10	4	\$58.00	-8.0%	780	\$45.2	\$36.84	1.57x	\$2.43	23.9x	\$1.76	3.0%
Sandy Spring Bancorp, Inc.	11	4	12	9	11	\$14.36	-33.5%	16,415	\$235.7	\$19.06	0.75x	\$0.50	28.7x	\$0.48	3.3%
Seyern Bancorp, Inc.	16	1	20	17	14	\$3.00	-29.1%	10,067	\$30.2	\$9.44	0.32x	\$0.00	NM	\$0.12	4.0%
Shore Bancshares, Inc.	5	3	8	4	2	\$19.20	-18.5%	8,405	\$161.4	\$15.46	1.24x	\$1.27	15.1x	\$0.64	3.3%
Tri-County Financial Corporation	10	13	12	3	7	\$13.00	-16.6%	2,956	\$38.4	\$17.47	0.74x	\$1.00	13.0x	\$0.40	3.1%
WSB Holdings, Inc.	20	2	17	21	19	\$2.70	-6.8%	7,850	\$21.2	\$6.76	0.40x	(\$0.24)	NM	\$0.16	5.9%
						<b>MEDIAN</b>	<b>-8.0%</b>		<b>\$24.0</b>		<b>0.63x</b>		<b>19.8x</b>		<b>3.2%</b>

Source: SNL DataSource

	Symbol	Ranking	
		Valuation	Performance
<b>MARYLAND &amp; D.C.</b>			
Annapolis Bancorp, Inc.	ANNB	13	16
Bay National Corporation	BAYN	16	20
BCSB Bancorp	BCSB	10	10
Calvin B Taylor Bankshares	TYCB	11	3
Carrollton Bancorp	CRRB	3	6
Cecil Bancorp, Inc.	CECB	20	15
CommerceFirst Bancorp, Inc.	CMFB	20	12
Eagle Bancorp, Inc.	EGBN	6	-
First Mariner Bancorp	FMAR	17	18
First United Corporation	FUNC	1	5
Frederick County Bancorp, Inc.	FCBI	13	13
Glen Burnie Bancorp	GLBZ	13	9
Harford Bank	HFBK	11	8
Old Line Bancshares, Inc.	OLBK	4	1
Patapsco Bancorp, Inc.	PATD	17	17
Peoples Bancorp	PEBC	19	4
Sandy Spring Bancorp, Inc.	SASR	9	11
Seyvern Bancorp, Inc.	SVBI	8	14
Shore Bancshares, Inc.	SHBI	5	2
Tri-County Financial Corporation	TCFC	2	7
WSB Holdings, Inc.	WSB	6	19

Source: SNL DataSource

The scatter diagram below plots the overall Performance ranking (combination of Profitability, Capital, Liquidity and Asset Quality) against the Valuation ranking. In both cases, a lower ranking is better. Therefore, the bottom-left quadrant shows higher performing companies with cheaper valuations.



INCOMPLETE DATA: EGBN

	End of Most Recent Quarter	Period-End Assets (mil)	Profitability					Capital			Liquidity		Asset Quality		
			Return on Avg Assets	Return on Avg Equity	Efficiency Ratio	Op. Rev. Growth	Net EPS Growth	Total Equity/ Total Assets	Reserve/ Loans	Tang. Equity/ Assets	Borrowings/ Deposits + Bor.	Loans/ Deposits	NPAs/ Assets	Reserve/ NPAs	Net COs/ Avg Loans
<b>NORTH CAROLINA</b>															
AB&T Financial	3/31/2009	\$170	-0.76%	-5.0%	121.3%	-32.2%	NM	16.1%	1.26%	16.1%	16.6%	116.6%	2.44%	0.4x	-1.54%
Bank of America Corporation	3/31/2009	\$2,321,963	0.67%	7.4%	47.6%	109.3%	91.3%	10.3%	2.86%	6.4%	47.8%	102.5%	1.52%	0.8x	2.70%
Bank of Commerce	3/31/2009	\$169	0.11%	1.0%	80.5%	16.2%	-100.0%	11.2%	1.50%	11.2%	26.7%	103.5%	NA	NA	0.00%
Bank of Granite Corporation	3/31/2009	\$1,164	-1.45%	-22.7%	92.9%	-25.8%	NM	6.0%	2.86%	NA	6.7%	90.5%	5.26%	0.4x	0.87%
Bank of the Carolinas	3/31/2009	\$601	-0.45%	-7.2%	110.6%	-7.3%	NM	6.0%	1.71%	6.0%	13.8%	83.8%	2.65%	0.4x	0.04%
BB&T Corporation	3/31/2009	\$143,425	0.85%	7.8%	48.5%	18.4%	-38.5%	11.3%	1.86%	7.4%	25.9%	106.4%	2.18%	0.6x	1.56%
BNC Bancorp	3/31/2009	\$1,591	0.34%	4.6%	58.6%	21.6%	-47.8%	7.4%	1.44%	5.8%	11.5%	78.1%	1.12%	0.8x	0.68%
Capital Bank Corporation	3/31/2009	\$1,666	-1.08%	-12.0%	86.7%	-3.6%	NM	8.6%	1.45%	8.4%	11.2%	95.2%	1.95%	0.6x	0.73%
Carolina Bank Holdings Inc.	3/31/2009	\$634	0.42%	5.8%	64.7%	46.5%	-42.9%	7.5%	1.24%	7.5%	10.5%	98.6%	2.13%	0.5x	0.15%
Citizens South Banking Corporation	3/31/2009	\$851	0.22%	1.7%	70.4%	2.9%	-76.9%	12.3%	1.37%	9.0%	15.2%	101.0%	0.93%	1.1x	0.13%
Crescent Financial Corporation	3/31/2009	\$1,092	0.23%	2.1%	64.9%	11.8%	-50.0%	11.0%	1.76%	8.4%	24.4%	107.7%	1.69%	0.8x	0.22%
ECB Bancorp, Inc.	3/31/2009	\$865	0.58%	6.0%	70.8%	16.3%	2.8%	10.0%	0.88%	10.0%	10.8%	80.0%	1.66%	0.3x	1.37%
First Bancorp	3/31/2009	\$2,692	0.62%	5.8%	58.5%	9.2%	-50.0%	10.6%	1.46%	8.3%	10.1%	102.3%	1.66%	0.7x	0.33%
First Citizens BancShares, Inc.	3/31/2009	\$17,214	0.20%	2.4%	82.6%	-5.5%	-73.2%	8.3%	1.39%	7.8%	8.8%	81.4%	0.69%	1.4x	0.48%
Ist Financial Services Corp.	3/31/2009	\$717	0.21%	2.6%	65.7%	5.7%	-86.7%	8.8%	1.66%	8.8%	9.2%	99.3%	1.96%	0.7x	1.06%
First South Bancorp, Inc.	3/31/2009	\$876	0.91%	9.1%	57.8%	-15.0%	-47.5%	10.0%	1.46%	9.6%	7.7%	101.3%	2.49%	0.5x	1.22%
First Trust Bank	3/31/2009	\$466	0.55%	6.0%	50.2%	-2.1%	-33.3%	9.1%	1.53%	9.1%	11.0%	90.7%	0.23%	4.8x	0.01%
FNB United Corp.	3/31/2009	\$2,154	-1.09%	-13.2%	76.8%	-2.1%	NM	9.0%	2.36%	6.4%	17.6%	98.6%	5.94%	0.3x	2.49%
Four Oaks Fincorp	3/31/2009	\$957	0.39%	5.4%	71.0%	5.9%	-45.8%	7.0%	1.48%	6.4%	14.2%	93.6%	NA	NA	0.42%
KS Bancorp, Inc.	3/31/2009	\$323	0.12%	2.3%	87.3%	-5.1%	-72.4%	5.5%	1.66%	5.5%	20.7%	102.5%	NA	NA	0.10%
Little Bank, Incorporated	3/31/2009	\$305	0.26%	2.6%	75.7%	-13.7%	-59.1%	10.4%	1.62%	10.4%	9.9%	99.1%	NA	NA	0.25%
MidCarolina Financial Corporation	3/31/2009	\$553	0.33%	4.8%	63.0%	12.2%	-56.3%	6.7%	1.38%	6.7%	6.6%	93.1%	1.54%	0.7x	0.51%
NewBridgeBancorp	3/31/2009	\$2,137	-0.68%	-8.1%	84.7%	-16.9%	NM	8.1%	2.60%	NA	12.2%	91.9%	3.39%	0.6x	0.82%
New Century Bancorp, Inc.	3/31/2009	\$629	0.26%	2.6%	70.9%	4.6%	NM	10.0%	1.66%	8.6%	7.1%	89.7%	NA	NA	1.50%
North State Bancorp	3/31/2009	\$721	0.48%	9.2%	66.0%	3.7%	22.2%	5.0%	1.31%	5.0%	5.5%	85.5%	1.27%	0.8x	0.04%
Oak Ridge Financial	3/31/2009	\$345	0.12%	1.8%	80.6%	23.5%	-100.0%	7.5%	1.11%	7.5%	7.3%	85.0%	NA	NA	0.06%
Peoples Bancorp of North Carolina, Inc.	3/31/2009	\$1,000	0.26%	2.5%	69.7%	0.7%	-77.8%	10.0%	1.55%	10.0%	16.2%	103.7%	1.54%	0.8x	0.37%
Southern Community Financial Corp.	3/31/2009	\$1,790	-11.05%	-143.0%	73.3%	3.1%	NM	7.7%	1.48%	7.7%	19.1%	97.7%	1.73%	0.6x	1.08%
South Street Financial Corp.	3/31/2009	\$314	0.22%	3.2%	85.9%	13.5%	133.3%	6.9%	NA	NA	14.4%	NA	NA	NA	NA
Surrey Bancorp	3/31/2009	\$207	1.92%	15.2%	70.1%	-2.4%	145.5%	13.2%	2.26%	13.2%	7.3%	107.2%	NA	NA	0.26%
Uwharrie Capital Corp.	3/31/2009	\$462	0.79%	8.6%	71.5%	19.7%	0.0%	9.3%	1.34%	9.1%	12.8%	93.3%	1.92%	0.5x	0.18%
Weststar Financial Services Corporation	3/31/2009	\$214	0.43%	5.3%	74.4%	7.4%	-41.2%	7.9%	1.53%	7.9%	4.5%	93.9%	0.93%	1.3x	0.25%
Yadkin Valley Financial Corp.	3/31/2009	\$1,637	-1.06%	-9.1%	75.4%	14.3%	NM	11.0%	2.27%	7.7%	13.1%	94.5%	1.49%	1.3x	0.62%
<i>Source: SNL DataSource</i>	<b>MEDIAN</b>	<b>\$851</b>	<b>0.26%</b>	<b>2.6%</b>	<b>71.0%</b>	<b>4.6%</b>	<b>-47.7%</b>	<b>9.0%</b>	<b>1.52%</b>	<b>8.1%</b>	<b>11.5%</b>	<b>96.5%</b>	<b>1.69%</b>	<b>0.7x</b>	<b>0.40%</b>

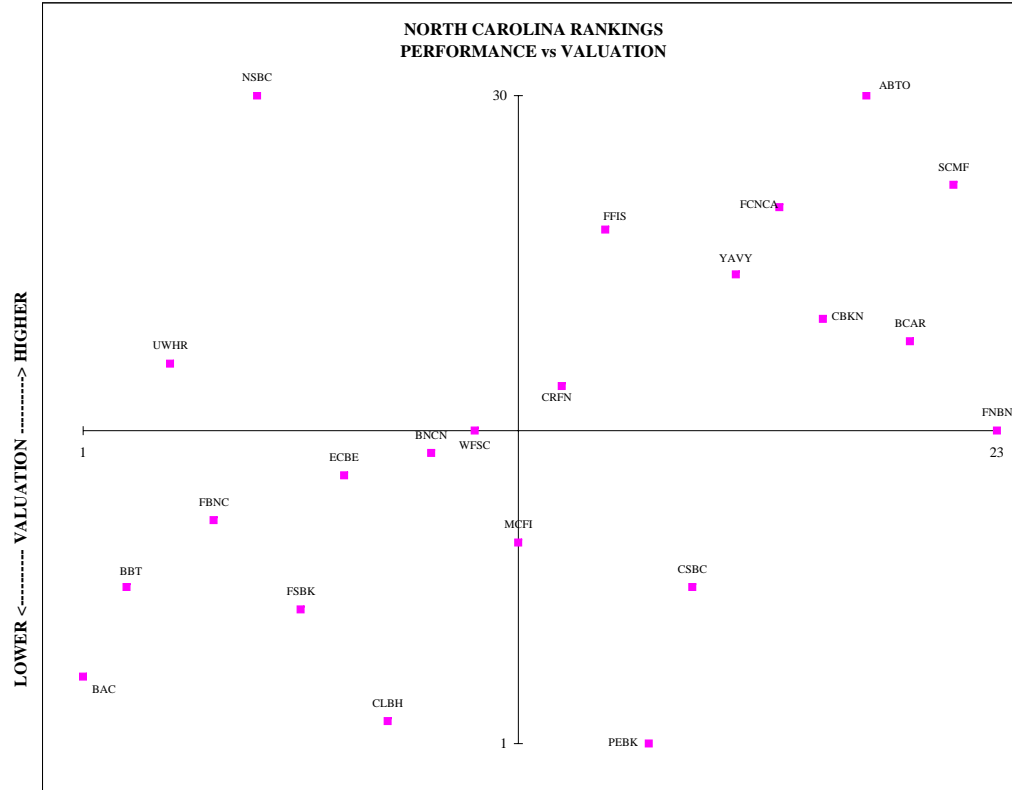
	Rank					Valuation Data									
	Profitability	Capital	Liquidity	Asset Quality	Performance	Last Trade 5/26/2009	Total Return Year-to-Date	Shares (000s)	Market Cap (mil)	Book Value	Price/ Book	LTM EPS	Price/ LTM EPS	Dividend	Yield
<b>NORTH CAROLINA</b>															
AB&T Financial	32	6	28	13	19	\$6.00	-13.0%	2,668	\$16.0	\$9.01	0.67x	(\$0.37)	NM	\$0.00	-
Bank of America Corporation	1	10	28	14	1	\$10.98	-21.8%	6,400,950	\$70,282.4	\$25.98	0.42x	\$0.83	13.2x	\$0.04	0.4%
Bank of Commerce	23	2	30	-	-	\$6.75	-10.0%	1,600	\$10.8	\$9.99	0.68x	\$0.12	56.3x	\$0.00	-
Bank of Granite Corporation	33	-	2	24	-	\$2.98	21.6%	15,454	\$46.1	\$4.52	0.66x	(\$2.73)	NM	\$0.00	-
Bank of the Carolinas	29	23	11	16	20	\$4.75	13.1%	3,891	\$18.5	\$9.29	0.51x	(\$1.09)	NM	\$0.20	4.2%
BB&T Corporation	2	7	31	22	3	\$21.78	-16.8%	560,563	\$12,209.1	\$23.29	0.94x	\$2.42	9.0x	\$0.60	2.8%
BNC Bancorp	11	28	9	7	10	\$7.17	-3.1%	7,340	\$52.6	\$12.13	0.59x	\$0.41	17.5x	\$0.20	2.8%
Capital Bank Corporation	31	20	17	17	22	\$5.40	-9.4%	11,300	\$61.0	\$9.09	0.59x	(\$5.57)	NM	\$0.32	5.9%
Carolina Bank Holdings Inc.	5	26	17	14	9	\$4.30	-30.1%	3,387	\$14.6	\$9.88	0.44x	\$0.56	7.7x	\$0.00	-
Citizens South Banking Corporation	22	11	25	2	16	\$5.12	-12.2%	7,516	\$38.5	\$11.19	0.46x	\$0.32	16.0x	\$0.16	3.1%
Crescent Financial Corporation	16	4	32	8	13	\$4.25	11.8%	9,627	\$40.9	\$10.17	0.42x	\$0.16	26.6x	\$0.00	-
ECB Bancorp, Inc.	9	17	8	20	8	\$18.05	14.1%	2,844	\$51.3	\$24.58	0.73x	\$1.19	15.2x	\$0.73	4.0%
First Bancorp	6	15	21	10	5	\$13.22	-27.5%	16,621	\$219.7	\$13.53	0.98x	\$1.18	11.2x	\$0.32	2.4%
First Citizens BancShares, Inc.	24	22	2	5	18	\$128.72	-15.5%	10,434	\$1,343.1	\$137.65	0.94x	\$6.45	20.0x	\$1.20	0.9%
1st Financial Services Corp.	15	11	13	19	14	\$4.80	-26.2%	4,997	\$24.0	\$9.55	0.50x	(\$0.10)	NM	\$0.00	-
First South Bancorp, Inc.	6	14	13	23	7	\$10.43	-14.1%	9,738	\$101.6	\$9.01	1.16x	\$0.93	11.2x	\$0.80	7.7%
First Trust Bank	10	11	10	1	2	\$6.75	-32.5%	4,491	\$30.3	\$9.47	0.71x	\$0.82	8.2x	\$0.00	-
FNB United Corp.	28	16	23	25	23	\$2.64	-15.2%	11,428	\$30.2	\$12.69	0.21x	(\$5.99)	NM	\$0.10	3.8%
Four Oaks Fincorp	13	24	19	-	-	\$7.00	2.6%	6,965	\$48.8	\$9.66	0.72x	\$0.54	13.0x	\$0.34	4.9%
KS Bancorp, Inc.	26	24	27	-	-	\$12.00	-39.8%	1,310	\$15.7	\$13.60	0.88x	\$0.30	40.0x	\$0.00	-
Little Bank, Incorporated	21	3	13	-	-	\$11.99	-6.0%	2,324	\$27.9	\$10.36	1.16x	\$0.48	25.0x	\$0.16	1.3%
MidCarolina Financial Corporation	12	28	6	11	12	\$5.60	-25.3%	4,928	\$27.6	\$6.51	0.86x	\$0.56	10.0x	\$0.00	-
NewBridgeBancorp	30	-	12	20	-	\$2.17	-8.8%	15,656	\$34.0	\$7.84	0.28x	(\$4.11)	NM	\$0.00	-
New Century Bancorp, Inc.	17	8	2	-	-	\$6.50	30.0%	6,831	\$44.4	\$9.23	0.70x	\$0.04	162.5x	\$0.00	-
North State Bancorp	6	30	1	3	6	\$6.25	-10.7%	7,176	\$44.9	\$5.03	1.24x	\$0.35	17.9x	\$0.00	-
Oak Ridge Financial	20	27	2	-	-	\$6.25	-20.2%	1,791	\$11.2	\$10.65	0.59x	\$0.54	11.6x	\$0.00	-
Peoples Bancorp of North Carolina, Inc.	18	8	26	8	15	\$6.25	-30.7%	5,539	\$34.6	\$13.69	0.46x	\$0.85	7.4x	\$0.28	4.5%
Southern Community Financial Corp.	27	21	23	17	21	\$3.30	-4.9%	16,793	\$55.4	\$5.80	0.57x	(\$2.78)	NM	\$0.00	-
South Street Financial Corp.	19	-	-	-	-	\$3.40	-16.4%	2,521	\$8.6	\$8.52	0.40x	\$0.08	42.5x	\$0.12	3.5%
Surrey Bancorp	4	1	21	-	-	\$8.00	-20.4%	3,197	\$25.6	\$7.13	1.12x	\$0.58	13.8x	\$0.00	-
Uwharrie Capital Corp.	3	18	13	12	4	\$3.50	-12.5%	7,594	\$26.6	\$4.32	0.81x	\$0.27	13.0x	\$0.00	-
Weststar Financial Services Corporation	14	19	7	3	11	\$6.00	-5.5%	2,146	\$12.9	\$7.91	0.76x	\$0.49	12.2x	\$0.00	-
Yadkin Valley Financial Corp.	25	5	19	6	17	\$7.13	-49.6%	11,537	\$82.3	\$12.63	0.56x	(\$0.28)	NM	\$0.24	3.4%
<b>MEDIAN</b>						<b>\$34.6</b>	<b>-13.0%</b>		<b>\$34.6</b>		<b>0.67x</b>		<b>13.5x</b>		<b>3.4%</b>

Source: SNL DataSource

	Symbol	Ranking	
		Valuation	Performance
<b>NORTH CAROLINA</b>			
AB&T Financial	ABTO	30	19
Bank of America Corporation	BAC	4	1
Bank of Commerce	BONC	27	-
Bank of Granite Corporation	GRAN	28	-
Bank of the Carolinas	BCAR	19	20
BB&T Corporation	BBT	8	3
BNC Bancorp	BNCN	14	10
Capital Bank Corporation	CBKN	20	22
Carolina Bank Holdings Inc.	CLBH	2	9
Citizens South Banking Corporation	CSBC	8	16
Crescent Financial Corporation	CRFN	17	13
ECB Bancorp, Inc.	ECBE	13	8
First Bancorp	FBNC	11	5
First Citizens BancShares, Inc.	FCNCA	25	18
1st Financial Services Corp.	FFIS	24	14
First South Bancorp, Inc.	FSBK	7	7
First Trust Bank	NCFT	3	2
FNB United Corp.	FNBN	15	23
Four Oaks Fincorp	FOFN	5	-
KS Bancorp, Inc.	KSBI	33	-
Little Bank, Incorporated	LTLB	28	-
MidCarolina Financial Corporation	MCFI	10	12
NewBridgeBancorp	NBBC	21	-
New Century Bancorp, Inc.	NCBC	30	-
North State Bancorp	NSBC	30	6
Oak Ridge Financial	BKOR	5	-
Peoples Bancorp of North Carolina, Inc.	PEBK	1	15
Southern Community Financial Corp.	SCMF	26	21
South Street Financial Corp.	SSFC	12	-
Surrey Bancorp	SRYP	23	-
Uwharrie Capital Corp.	UWHR	18	4
Weststar Financial Services Corporation	WFSC	15	11
Yadkin Valley Financial Corp.	YAVY	22	17

Source: SNL DataSource

The scatter diagram below plots the overall Performance ranking (combination of Profitability, Capital, Liquidity and Asset Quality) against the Valuation ranking. In both cases, a lower ranking is better. Therefore, the bottom-left quadrant shows higher performing companies with cheaper valuations.



HIGHER <----- PERFORMANCE -----> LOWER  
 INCOMPLETE DATA: BONC GRAN NCFT FOFN KSBI LTLB NBBC NCBC  
 BKOR SSFC SRYB

	End of Most Recent Quarter	Period-End Assets (mil)	Profitability					Capital			Liquidity		Asset Quality		
			Return on Avg Assets	Return on Avg Equity	Efficiency Ratio	Op. Rev. Growth	Net EPS Growth	Total Equity/ Total Assets	Reserve/ Loans	Tang. Equity/ Assets	Borrowings/ Deposits + Bor.	Loans/ Deposits	NPAs/ Assets	Reserve/ NPAs	Net COs/ Avg Loans
<b>SOUTH CAROLINA</b>															
Bank of South Carolina Corporation	3/31/2009	\$247	1.26%	11.6%	59.6%	0.1%	0.0%	10.9%	0.74%	10.9%	1.1%	88.2%	0.07%	8.5x	0.07%
BankGreenville Financial Corp.	3/31/2009	\$90	0.13%	1.1%	91.8%	22.2%	NM	11.8%	1.30%	11.8%	18.4%	88.5%	1.37%	0.6x	0.00%
Beach First National Bancshares, Inc.	3/31/2009	\$729	-2.87%	-40.2%	82.6%	-6.2%	NM	6.2%	1.69%	6.2%	11.9%	91.5%	4.85%	0.3x	5.17%
CNB Corporation	3/31/2009	\$895	0.87%	9.1%	60.1%	-5.6%	-22.0%	9.5%	1.17%	9.5%	16.1%	88.7%	0.77%	1.0x	0.91%
Coastal Banking Company, Inc.	3/31/2009	\$476	-1.62%	-15.1%	82.5%	45.0%	NM	10.6%	1.68%	8.5%	14.0%	84.1%	6.24%	0.2x	2.62%
Community Capital Corp.	3/31/2009	\$772	0.44%	5.3%	58.7%	-3.7%	11.8%	8.5%	1.89%	7.4%	26.0%	120.8%	4.75%	0.3x	2.37%
Community First Bancorporation	3/31/2009	\$479	0.34%	4.1%	62.5%	-0.7%	-53.9%	8.5%	1.98%	8.5%	2.2%	65.1%	3.15%	0.4x	1.11%
CommunitySouth Bancshares	3/31/2009	\$385	-0.04%	-0.5%	76.8%	6.1%	NM	7.3%	2.97%	7.3%	9.7%	98.5%	NA	NA	-0.03%
Cornerstone Bancorp	3/31/2009	\$181	0.10%	0.9%	89.0%	-17.6%	-80.0%	10.8%	1.24%	10.8%	10.2%	94.6%	2.72%	0.3x	0.48%
First Citizens Bancorporation	3/31/2009	\$7,225	0.59%	8.2%	65.2%	5.7%	-29.7%	7.2%	1.50%	4.6%	9.0%	81.2%	NA	NA	0.52%
First Community Corporation	3/31/2009	\$654	0.35%	3.3%	67.9%	4.1%	-62.9%	10.4%	1.22%	6.1%	25.3%	76.2%	1.33%	0.5x	1.21%
First Financial Holdings, Inc.	3/31/2009	\$3,207	0.40%	5.3%	54.5%	9.9%	-70.3%	7.9%	1.95%	6.9%	31.5%	119.4%	1.91%	0.8x	1.13%
Grandsouth Bancorporation	3/31/2009	\$375	0.40%	5.2%	63.5%	-5.8%	-58.8%	8.8%	1.24%	8.6%	10.1%	100.0%	2.12%	0.5x	1.23%
Greer Bancshares Incorporated	3/31/2009	\$481	-0.03%	-0.6%	75.7%	-13.0%	NM	5.9%	1.79%	5.9%	32.2%	102.6%	2.47%	0.5x	0.33%
HCSB Financial Corporation	3/31/2009	\$693	-0.26%	-4.3%	80.9%	2.8%	NM	6.9%	1.22%	6.9%	18.7%	86.1%	1.78%	0.4x	0.40%
Peoples Bancorporation, Inc.	3/31/2009	\$563	0.40%	5.3%	75.7%	2.0%	0.0%	7.5%	1.94%	7.5%	11.8%	86.2%	NA	NA	2.33%
Provident Community Bancshares	3/31/2009	\$467	-1.51%	-29.5%	82.4%	-14.3%	NM	6.8%	2.84%	6.3%	23.3%	86.5%	3.78%	0.5x	1.89%
SCBT Financial Corporation	3/31/2009	\$2,840	0.63%	6.0%	62.4%	6.5%	-43.1%	11.0%	1.37%	8.8%	14.3%	106.5%	1.09%	1.0x	0.76%
South Financial Group, Inc. (The)	3/31/2009	\$13,285	-2.20%	-18.6%	78.7%	-8.1%	NM	11.7%	2.80%	10.0%	19.8%	108.2%	3.99%	0.5x	4.28%
Southern First	3/31/2009	\$705	0.28%	4.2%	69.9%	2.5%	-47.8%	8.2%	1.31%	8.2%	26.2%	119.3%	1.93%	0.5x	0.23%
Southcoast Financial Corporation	3/31/2009	\$529	0.23%	2.2%	88.5%	-4.0%	-56.3%	10.3%	1.71%	10.3%	20.4%	104.9%	2.99%	0.4x	0.84%
Tidelands Bancshares	3/31/2009	\$801	-0.33%	-4.8%	79.3%	33.4%	NM	6.5%	1.85%	6.5%	25.5%	84.0%	2.60%	0.4x	0.96%
<i>Source: SNL DataSource</i>	<b>MEDIAN</b>	<b>\$608</b>	<b>0.26%</b>	<b>2.8%</b>	<b>75.7%</b>	<b>1.0%</b>	<b>-47.8%</b>	<b>8.5%</b>	<b>1.69%</b>	<b>7.9%</b>	<b>17.3%</b>	<b>90.1%</b>	<b>2.47%</b>	<b>0.5x</b>	<b>0.94%</b>

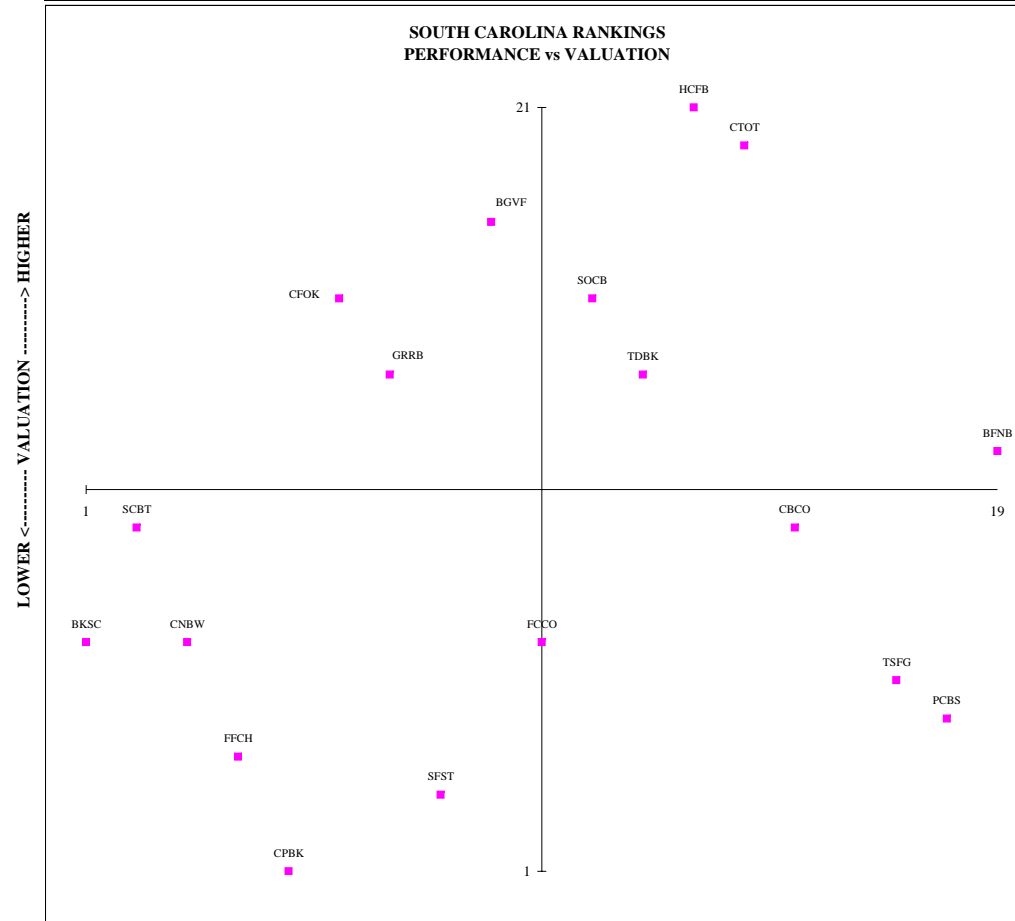
	Rank					Valuation Data									
	Profitability	Capital	Liquidity	Asset Quality	Performance	Last Trade 5/26/2009	Total Return Year-to-Date	Shares (000s)	Market Cap (mil)	Book Value	Price/ Book	LTM EPS	Price/ LTM EPS	Dividend	Yield
<b>SOUTH CAROLINA</b>															
Bank of South Carolina Corporation	1	8	3	1	1	\$12.29	-0.3%	3,977	\$48.9	\$6.75	1.82x	\$0.74	16.6x	\$0.64	5.2%
BankGreenville Financial Corp.	12	2	12	2	9	\$4.50	50.0%	1,180	\$5.3	\$8.10	0.56x	(\$0.04)	NM	\$0.00	-
Beach First National Bancshares, Inc.	22	19	10	18	19	\$2.88	6.7%	4,845	\$14.0	\$9.27	0.31x	(\$1.97)	NM	\$0.00	-
CNB Corporation	5	14	12	4	3	\$162.50	0.0%	829	\$134.7	\$102.38	1.59x	\$10.04	16.2x	\$5.25	3.2%
Coastal Banking Company, Inc.	17	7	4	18	15	\$4.25	-29.2%	2,569	\$10.9	\$15.92	0.27x	(\$2.87)	NM	\$0.00	-
Community Capital Corp.	6	10	21	17	5	\$4.99	-29.4%	4,517	\$22.5	\$14.51	0.34x	\$0.56	8.9x	\$0.00	-
Community First Bancorporation	10	5	1	14	6	\$7.01	-30.6%	3,610	\$25.3	\$11.30	0.62x	\$0.21	33.4x	\$0.00	-
CommunitySouth Bancshares	13	9	6	-	-	\$2.00	-20.0%	4,699	\$9.4	\$5.99	0.33x	(\$0.80)	NM	\$0.00	-
Cornerstone Bancorp	19	5	7	11	14	\$5.71	-40.0%	2,211	\$12.6	\$8.80	0.65x	\$0.02	285.7x	\$0.00	-
First Citizens Bancorporation	3	20	2	-	-	\$320.00	-9.4%	849	\$271.6	\$606.79	0.53x	\$47.11	6.8x	\$1.40	0.4%
First Community Corporation	9	18	7	9	10	\$7.42	-1.9%	3,236	\$24.0	\$17.59	0.42x	(\$2.36)	NM	\$0.32	4.3%
First Financial Holdings, Inc.	3	12	22	8	4	\$9.70	-51.6%	11,699	\$113.5	\$16.18	0.60x	\$0.66	14.7x	\$0.20	2.1%
Grandsouth Bancorporation	8	12	10	10	7	\$5.50	0.3%	3,574	\$19.7	\$6.71	0.82x	\$0.28	19.6x	\$0.08	1.5%
Greer Bancshares Incorporated	18	20	19	6	16	\$8.50	41.7%	2,487	\$21.1	\$7.34	1.16x	(\$2.58)	NM	\$0.00	-
HCSB Financial Corporation	16	20	7	6	13	\$20.30	-21.8%	3,787	\$76.9	\$9.49	2.14x	\$0.26	78.1x	\$0.00	-
Peoples Bancorporation, Inc.	7	11	4	-	-	\$3.50	7.7%	7,070	\$24.7	\$5.98	0.59x	(\$1.20)	NM	\$0.00	-
Provident Community Bancshares	21	15	15	15	18	\$3.05	-69.0%	1,788	\$5.5	\$12.61	0.24x	(\$1.41)	NM	\$0.12	3.9%
SCBT Financial Corporation	2	4	16	3	2	\$22.50	-33.9%	11,320	\$254.7	\$22.07	1.02x	\$1.26	17.9x	\$0.68	3.0%
South Financial Group, Inc. (The)	20	1	18	16	17	\$2.11	-50.7%	84,781	\$178.9	\$12.19	0.17x	(\$6.05)	NM	\$0.04	1.9%
Southern First	10	15	20	5	8	\$6.90	-25.0%	3,045	\$21.0	\$13.85	0.50x	\$0.47	14.7x	\$0.00	-
Southcoast Financial Corporation	14	3	17	12	11	\$5.85	40.0%	4,522	\$26.5	\$12.08	0.48x	(\$0.04)	NM	\$0.00	-
Tidelands Bancshares	14	17	12	13	12	\$3.25	-17.5%	4,277	\$13.9	\$9.02	0.36x	(\$1.37)	NM	\$0.00	-
<b>MEDIAN</b>							<b>-18.8%</b>		<b>\$23.3</b>		<b>0.54x</b>		<b>16.6x</b>		<b>3.0%</b>

Source: SNL DataSource

	Symbol	Ranking	
		Valuation	Performance
<b>SOUTH CAROLINA</b>			
Bank of South Carolina Corporation	BKSC	7	1
BankGreenville Financial Corp.	BGVF	18	9
Beach First National Bancshares, Inc.	BFNB	12	19
CNB Corporation	CNBW	7	3
Coastal Banking Company, Inc.	CBCO	10	15
Community Capital Corp.	CPBK	1	5
Community First Bancorporation	CFOK	16	6
CommunitySouth Bancshares	CBSO	13	-
Cornerstone Bancorp	CTOT	20	14
First Citizens Bancorporation	FCBN	2	-
First Community Corporation	FCCO	7	10
First Financial Holdings, Inc.	FFCH	4	4
Grandsouth Bancorporation	GRRB	14	7
Greer Bancshares Incorporated	GRBS	22	16
HCSB Financial Corporation	HCFB	21	13
Peoples Bancorporation, Inc.	PBCE	19	-
Provident Community Bancshares	PCBS	5	18
SCBT Financial Corporation	SCBT	10	2
South Financial Group, Inc. (The)	TSFG	6	17
Southern First	SFST	3	8
Southcoast Financial Corporation	SOCB	16	11
Tidelands Bancshares	TDBK	14	12

Source: SNL DataSource

The scatter diagram below plots the overall Performance ranking (combination of Profitability, Capital, Liquidity and Asset Quality) against the Valuation ranking. In both cases, a lower ranking is better. Therefore, the bottom-left quadrant shows higher performing companies with cheaper valuations.



INCOMPLETE DATA: CBSO FCBN PBCE

	End of Most Recent Quarter	Period-End Assets (mil)	Profitability				Capital			Liquidity		Asset Quality			
			Return on Avg Assets	Return on Avg Equity	Efficiency Ratio	Op. Rev. Growth	Net EPS Growth	Total Equity/ Total Assets	Reserve/ Loans	Tang. Equity/ Assets	Borrowings/ Deposits + Bor.	Loans/ Deposits	NPAs/ Assets	Reserve/ NPAs	Net COs/ Avg Loans
<b>VIRGINIA</b>															
Access National Corporation	3/31/2009	\$755	1.45%	17.7%	70.4%	58.1%	62.5%	8.1%	1.32%	8.1%	20.1%	88.8%	1.32%	0.8x	0.86%
Alliance Bankshares Corporation	3/31/2009	\$614	-0.32%	-5.2%	107.1%	130.2%	NM	6.0%	1.42%	5.1%	18.9%	79.1%	1.98%	0.4x	1.19%
American National Bankshares Inc.	3/31/2009	\$829	0.38%	3.0%	67.7%	-5.8%	-65.8%	12.3%	1.37%	9.6%	14.9%	92.4%	0.74%	1.3x	0.24%
Bank of the James Financial Group, Inc.	3/31/2009	\$376	0.22%	3.2%	84.7%	-0.1%	-58.8%	6.4%	1.03%	6.4%	11.5%	93.8%	1.28%	0.6x	0.25%
Bank of McKenney	3/31/2009	\$171	0.66%	6.3%	72.6%	10.9%	-6.7%	10.1%	1.13%	10.1%	2.1%	77.4%	2.15%	0.4x	-0.03%
Bank of Virginia	3/31/2009	\$222	0.19%	2.5%	92.4%	8.8%	NM	7.6%	1.89%	7.6%	4.9%	82.4%	0.45%	3.0x	0.00%
Bay Banks of Virginia, Inc.	3/31/2009	\$328	0.27%	3.3%	87.2%	-8.1%	-57.1%	8.0%	0.96%	7.2%	11.7%	95.9%	2.07%	0.4x	0.33%
Benchmark Bankshares	3/31/2009	\$384	0.98%	10.9%	62.8%	6.5%	-2.8%	8.9%	0.86%	8.9%	0.0%	91.2%	0.43%	1.6x	0.08%
Botetourt Bankshares, Incorporated	3/31/2009	\$302	0.46%	5.3%	65.9%	2.1%	-50.0%	8.6%	1.51%	8.6%	0.0%	95.7%	NA	NA	0.49%
Burke & Hubert Bank and Trust	3/31/2009	\$1,808	1.61%	17.4%	46.6%	14.5%	32.4%	8.9%	0.98%	8.9%	13.1%	80.0%	0.58%	1.1x	0.16%
C&F Financial Corporation	3/31/2009	\$893	0.69%	7.3%	68.9%	26.2%	-10.9%	9.6%	2.88%	8.5%	25.5%	110.5%	2.71%	0.8x	2.02%
Capital One Financial Corporation	3/31/2009	\$177,387	-0.21%	-1.3%	58.3%	-23.4%	NM	15.1%	4.39%	7.7%	15.9%	87.1%	1.26%	2.1x	4.39%
Cardinal Bankshares Corporation	3/31/2009	\$233	0.28%	2.2%	90.7%	-12.9%	-52.4%	12.5%	1.12%	12.5%	0.0%	71.6%	2.27%	0.3x	0.22%
Cardinal Financial Corporation	3/31/2009	\$1,793	0.50%	5.4%	75.1%	7.2%	12.5%	9.1%	1.11%	8.4%	23.4%	96.9%	0.34%	2.5x	0.13%
Carter Bank & Trust	3/31/2009	\$2,936	0.67%	6.3%	64.8%	18.9%	125.0%	10.4%	0.86%	7.1%	0.1%	62.6%	0.93%	0.5x	0.01%
Central Virginia Bankshares, Inc.	3/31/2009	\$505	0.20%	3.9%	79.2%	-18.0%	-82.4%	5.4%	1.30%	5.4%	21.3%	79.6%	3.72%	0.2x	0.41%
Chesapeake Financial	3/31/2009	\$598	0.66%	12.9%	81.8%	-2.8%	-2.9%	4.5%	1.32%	4.5%	11.9%	72.1%	0.25%	3.2x	0.11%
Citizens Bancorp of Virginia, Inc.	3/31/2009	\$306	0.93%	7.7%	67.3%	0.3%	-6.3%	12.0%	1.01%	12.0%	5.5%	86.3%	0.91%	0.8x	0.04%
Citizens Community Bank	3/31/2009	\$171	0.19%	1.5%	85.6%	8.0%	-63.6%	12.4%	1.24%	12.4%	5.4%	92.1%	1.69%	0.6x	0.08%
CNB Bancorp	3/31/2009	\$46	0.34%	2.0%	91.6%	4.9%	200.0%	16.6%	1.45%	16.6%	0.0%	94.0%	1.10%	1.0x	0.07%
Colonial Virginia Bank	3/31/2009	\$111	0.19%	1.8%	90.3%	15.2%	-18.2%	10.8%	0.95%	10.8%	8.7%	73.4%	0.27%	2.1x	0.23%
Commonwealth Bankshares, Incorporated	3/31/2009	\$1,110	0.22%	2.2%	52.5%	12.5%	-77.1%	9.6%	3.19%	9.6%	18.5%	130.2%	6.41%	0.5x	0.61%
Community Bankers Trust	3/31/2009	\$1,347	3.53%	26.4%	90.5%	NA	NM	13.0%	1.42%	9.4%	3.7%	73.3%	6.65%	0.1x	0.50%
Eagle Financial Services, Inc.	3/31/2009	\$535	0.73%	8.2%	62.8%	-8.7%	-44.4%	8.7%	1.29%	8.7%	17.3%	96.9%	1.30%	0.7x	0.32%
Eastern Virginia Bankshares, Inc.	3/31/2009	\$1,098	0.27%	2.9%	78.8%	-7.1%	-86.7%	9.1%	1.34%	7.7%	13.7%	97.2%	1.91%	0.5x	0.15%
F & M Bank Corp.	3/31/2009	\$488	0.74%	9.8%	57.8%	-9.3%	-9.3%	7.4%	0.56%	6.8%	18.0%	112.2%	1.02%	0.5x	0.02%
Fauquier Bankshares, Inc.	3/31/2009	\$527	0.71%	8.8%	73.2%	0.4%	-7.1%	7.8%	1.09%	7.8%	13.4%	107.7%	0.69%	1.3x	0.10%
First Bankshares	3/31/2009	\$174	0.61%	6.6%	81.1%	8.0%	9.1%	9.5%	1.40%	9.5%	16.0%	86.4%	0.98%	0.9x	0.46%
First Capital Bancorp	3/31/2009	\$473	0.09%	1.2%	85.9%	-8.5%	-78.6%	7.4%	1.34%	7.4%	13.5%	100.3%	1.74%	0.6x	0.21%
First Community Bancshares, Inc.	3/31/2009	\$2,199	0.96%	9.5%	58.5%	4.1%	-29.8%	9.9%	1.30%	6.1%	18.9%	80.6%	0.63%	1.2x	0.47%
First National Corporation	3/31/2009	\$555	0.03%	0.3%	77.5%	-12.0%	-100.0%	9.5%	1.46%	9.5%	6.0%	96.2%	3.56%	0.3x	0.23%
Grayson Bankshares, Inc.	3/31/2009	\$374	0.50%	6.3%	77.2%	-3.5%	-32.5%	7.9%	1.26%	7.9%	8.8%	86.1%	NA	NA	0.19%
Hampton Roads Bankshares, Inc.	3/31/2009	\$3,091	0.95%	8.6%	58.4%	434.8%	42.9%	11.3%	2.00%	8.5%	16.0%	113.6%	3.19%	0.5x	0.03%
Heritage Bankshares	3/31/2009	\$270	0.27%	2.8%	87.1%	8.4%	300.0%	9.7%	0.96%	9.7%	10.5%	82.3%	0.07%	8.5x	0.00%
MainStreet BankShares	3/31/2009	\$200	0.14%	1.2%	97.6%	3.8%	NM	10.8%	1.23%	10.8%	12.4%	95.7%	0.34%	2.7x	0.00%
MainStreet BankShares	3/31/2009	\$223	0.45%	4.7%	70.0%	-7.6%	-48.3%	9.8%	1.89%	9.8%	9.5%	102.9%	4.10%	0.4x	0.23%
Middleburg Financial Corporation	3/31/2009	\$998	0.67%	7.2%	73.8%	16.3%	466.7%	10.1%	1.34%	9.5%	12.8%	85.4%	1.73%	0.6x	0.75%
Monarch Financial Holding	3/31/2009	\$634	0.74%	7.6%	80.0%	44.1%	-20.0%	9.6%	1.47%	9.4%	8.2%	97.2%	1.62%	0.8x	0.06%
National Bankshares, Incorporated	3/31/2009	\$980	1.41%	12.0%	51.9%	9.4%	6.5%	11.6%	1.06%	10.4%	0.0%	67.0%	0.50%	1.3x	0.08%
Old Point Financial Corporation	3/31/2009	\$881	0.36%	3.7%	76.9%	-1.7%	-60.0%	9.4%	1.11%	9.4%	18.8%	97.6%	1.94%	0.4x	0.25%
Pinnacle Bankshares Corporation	3/31/2009	\$324	-0.27%	-3.5%	86.5%	-2.8%	NM	7.6%	1.45%	7.5%	0.3%	94.6%	NA	NA	0.99%
Pioneer Bankshares, Inc.	3/31/2009	\$157	1.07%	9.9%	63.5%	-4.8%	-4.7%	10.9%	1.41%	10.7%	4.9%	91.6%	1.60%	0.7x	0.41%
Southern National Bancorp of Va.	3/31/2009	\$428	0.49%	3.0%	67.6%	-5.3%	14.3%	16.2%	1.40%	13.8%	15.0%	105.1%	1.09%	1.0x	0.31%
StellarOne Corp.	3/31/2009	\$2,997	0.02%	0.2%	71.8%	28.7%	NM	13.1%	1.53%	10.6%	7.9%	94.9%	2.38%	0.5x	0.51%
TowneBank	3/31/2009	\$3,306	0.78%	5.9%	74.6%	9.6%	-41.7%	13.0%	1.16%	10.7%	15.1%	100.1%	0.50%	1.7x	0.15%
Union Bankshares Corporation	3/31/2009	\$2,602	0.27%	2.5%	74.9%	-4.0%	-74.1%	10.6%	1.46%	8.3%	13.7%	93.7%	1.80%	0.6x	0.19%
Valley Financial Corporation	3/31/2009	\$693	0.09%	1.0%	72.3%	7.7%	NM	8.5%	1.34%	8.5%	20.0%	112.9%	1.09%	1.0x	1.03%
Village Bank and Trust Financial Group	3/31/2009	\$580	-0.05%	-0.7%	81.7%	52.1%	NM	7.9%	1.42%	6.8%	9.2%	98.0%	3.24%	0.4x	0.26%
Virginia Commerce Bancorp, Inc.	3/31/2009	\$2,773	-0.35%	-3.8%	57.6%	7.2%	NM	9.0%	1.64%	9.0%	10.9%	101.9%	5.84%	0.2x	2.14%
Virginia Heritage Bank	3/31/2009	\$277	0.34%	2.9%	82.5%	97.9%	NM	10.9%	1.10%	10.9%	18.1%	111.4%	NA	NA	0.28%
<b>Source: SNL DataSource</b>	<b>MEDIAN</b>	<b>\$545</b>	<b>0.42%</b>	<b>3.8%</b>	<b>74.7%</b>	<b>6.5%</b>	<b>-18.2%</b>	<b>9.6%</b>	<b>1.33%</b>	<b>8.9%</b>	<b>12.2%</b>	<b>93.9%</b>	<b>1.31%</b>	<b>0.7x</b>	<b>0.23%</b>

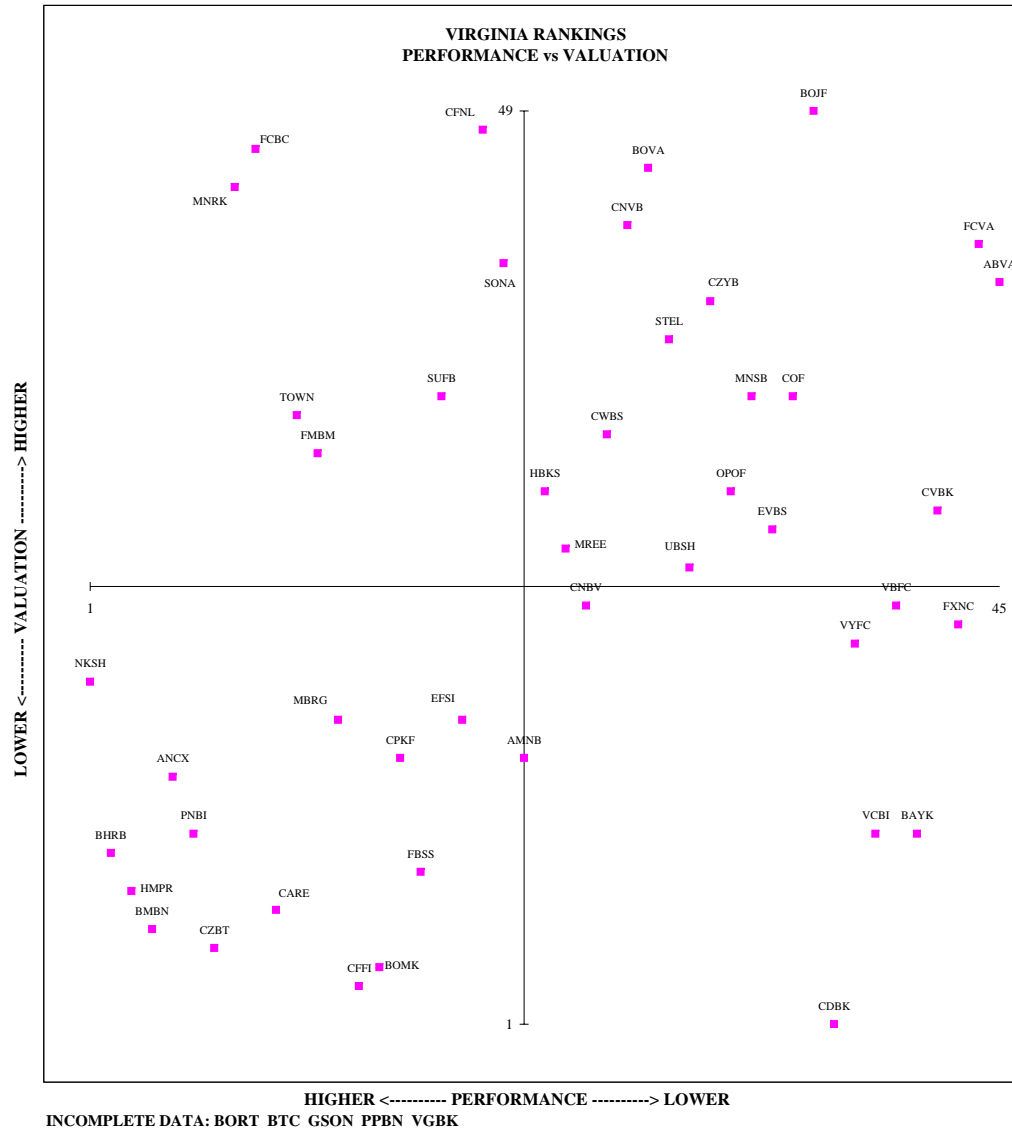
	Rank					Valuation Data									
	Profitability	Capital	Liquidity	Asset Quality	Performance	Last Trade 5/26/2009	Total Return Year-to-Date	Shares (000s)	Market Cap (mil)	Book Value	Price/ Book	LTM EPS	Price/ LTM EPS	Dividend	Yield
<b>VIRGINIA</b>															
Access National Corporation	2	36	36	32	5	\$5.98	25.3%	10,294	\$61.6	\$5.92	1.01x	\$0.55	10.9x	\$0.04	0.7%
Alliance Bankshares Corporation	46	44	24	42	45	\$3.48	150.4%	5,107	\$17.8	\$7.20	0.48x	(\$1.44)	NM	\$0.00	-
American National Bankshares Inc.	28	10	29	14	22	\$19.25	14.9%	6,079	\$117.0	\$16.76	1.15x	\$1.07	18.0x	\$0.92	4.8%
Bank of the James Financial Group, Inc.	30	49	22	22	36	\$10.70	33.8%	2,810	\$30.1	\$8.60	1.24x	(\$0.04)	NM	\$0.00	-
Bank of McKenney	17	25	5	23	15	\$6.25	-10.6%	1,927	\$12.0	\$8.93	0.70x	\$0.64	9.8x	\$0.27	4.3%
Bank of Virginia	38	29	7	3	28	\$4.31	26.8%	3,032	\$13.1	\$5.54	0.78x	(\$0.37)	NM	\$0.00	-
Bay Banks of Virginia, Inc.	35	47	27	39	41	\$7.99	3.4%	2,396	\$19.1	\$10.97	0.73x	\$0.53	15.1x	\$0.24	3.0%
Benchmark Bankshares	6	40	6	6	4	\$12.40	3.4%	2,622	\$32.5	\$13.09	0.95x	\$1.47	8.4x	\$0.56	4.5%
Botetourt Bankshares, Incorporated	20	27	12	-	-	\$15.50	-39.6%	1,245	\$19.3	\$20.76	0.75x	\$0.71	21.8x	\$0.56	3.6%
Burke & Hurbert Bank and Trust	1	39	18	11	2	\$1,375.00	-17.0%	193	\$265.7	\$836.46	1.64x	\$139.86	9.8x	\$60.00	4.4%
C&F Financial Corporation	9	16	50	37	14	\$14.26	-7.2%	3,041	\$43.4	\$21.83	0.65x	\$1.33	10.7x	\$1.00	7.0%
Capital One Financial Corporation	43	5	25	27	35	\$22.64	-27.0%	395,661	\$8,957.8	\$59.72	0.38x	(\$1.79)	NM	\$0.20	0.9%
Cardinal Bankshares Corporation	44	10	1	35	37	\$9.00	-25.0%	1,536	\$13.8	\$18.98	0.47x	\$0.91	9.9x	\$0.64	7.1%
Cardinal Financial Corporation	21	37	44	5	20	\$7.90	39.2%	24,303	\$192.0	\$6.70	1.18x	\$0.02	395.0x	\$0.04	0.5%
Carter Bank & Trust	10	43	2	15	10	\$7.20	20.0%	26,258	\$189.1	\$11.64	0.62x	\$0.46	15.7x	\$0.40	5.6%
Central Virginia Bankshares, Inc.	34	46	32	43	42	\$4.00	-14.0%	2,602	\$10.4	\$6.23	0.64x	(\$4.04)	NM	\$0.21	5.3%
Chesapeake Financial	18	47	10	4	16	\$17.00	-0.8%	2,785	\$47.3	\$9.73	1.75x	\$1.59	10.7x	\$0.42	2.5%
Citizens Bancorp of Virginia, Inc.	12	16	10	11	7	\$12.60	10.9%	2,383	\$30.0	\$15.46	0.82x	\$1.26	10.0x	\$0.68	5.4%
Citizens Community Bank	41	9	16	19	31	\$7.60	8.6%	1,356	\$10.3	\$13.33	0.57x	\$0.05	152.0x	\$0.00	-
CNB Bancorp	40	1	9	13	25	\$2.50	19.1%	1,500	\$3.8	\$5.14	0.49x	\$0.11	22.7x	\$0.00	-
Colonial Virginia Bank	35	26	7	8	27	\$16.10	0.6%	610	\$9.8	\$19.66	0.82x	\$0.20	80.5x	\$0.00	-
Commonwealth Bankshares, Incorporated	22	8	48	43	26	\$5.62	-20.0%	6,880	\$38.7	\$15.48	0.36x	(\$0.81)	NM	\$0.08	1.4%
Community Bankers Trust	-	5	4	45	-	\$3.85	31.2%	21,468	\$82.7	\$7.32	0.53x	\$0.57	6.8x	\$0.16	4.2%
Eagle Financial Services, Inc.	15	33	39	29	19	\$16.80	6.5%	3,179	\$53.4	\$14.68	1.14x	\$1.05	16.0x	\$0.68	4.0%
Eastern Virginia Bankshares, Inc.	33	32	37	27	34	\$8.00	-7.2%	5,911	\$47.3	\$13.03	0.61x	\$0.13	61.5x	\$0.20	2.5%
F & M Bank Corp.	5	50	45	17	12	\$27.00	-9.3%	2,287	\$61.8	\$15.81	1.71x	\$1.34	20.1x	\$0.92	3.4%
Fauquier Bankshares, Inc.	14	45	40	10	17	\$11.86	-5.3%	3,545	\$42.0	\$11.35	1.04x	\$1.00	11.9x	\$0.80	6.7%
First Bankshares	19	24	25	21	18	\$4.90	22.2%	2,276	\$11.2	\$7.23	0.68x	\$0.11	44.5x	\$0.00	-
First Capital Bancorp	48	42	38	23	44	\$7.50	16.6%	2,971	\$22.3	\$11.84	0.63x	(\$0.06)	NM	\$0.00	-
First Community Bancshares, Inc.	7	34	29	18	9	\$17.51	-49.4%	11,596	\$203.1	\$15.20	1.15x	\$0.10	175.1x	\$0.40	2.3%
First National Corporation	47	15	21	38	43	\$16.00	-0.5%	2,923	\$46.8	\$13.37	1.20x	\$0.96	16.7x	\$0.56	3.5%
Grayson Bankshares, Inc.	22	41	14	-	-	\$19.00	-13.2%	1,719	\$32.7	\$17.18	1.11x	\$0.30	63.3x	\$0.40	2.1%
Hampton Roads Bankshares, Inc.	4	12	45	23	3	\$8.19	-3.3%	21,791	\$178.5	\$9.82	0.83x	\$0.66	12.4x	\$0.44	5.4%
Heritage Bankshares	29	28	14	1	23	\$10.50	32.9%	2,279	\$23.9	\$11.45	0.92x	\$0.36	29.2x	\$0.24	2.3%
MainStreet BankShares	45	14	29	2	33	\$5.30	6.0%	2,441	\$12.9	\$8.84	0.60x	\$0.10	53.0x	\$0.00	-
MainStreet BankShares	25	5	34	36	24	\$7.10	-55.6%	1,713	\$12.2	\$12.74	0.56x	\$0.18	39.4x	\$0.00	-
Middleburg Financial Corporation	13	20	19	34	13	\$15.25	7.5%	4,730	\$72.1	\$16.18	0.94x	\$0.70	21.8x	\$0.76	5.0%
Monarch Financial Holding	11	16	23	16	8	\$8.50	25.9%	5,759	\$49.0	\$8.01	1.06x	\$0.19	44.7x	\$0.00	-
National Bankshares, Incorporated	3	23	2	7	1	\$24.50	28.1%	6,929	\$169.8	\$16.39	1.49x	\$1.99	12.3x	\$0.82	3.3%
Old Point Financial Corporation	27	29	43	33	32	\$20.49	8.2%	4,908	\$100.6	\$16.83	1.22x	\$1.13	18.1x	\$0.40	2.0%
Pinnacle Bankshares Corporation	49	34	16	-	-	\$7.50	-41.7%	1,485	\$11.1	\$16.57	0.45x	(\$0.27)	NM	\$0.00	-
Pioneer Bankshares, Inc.	8	4	13	31	6	\$14.75	-16.1%	1,021	\$15.1	\$16.71	0.88x	\$1.08	13.7x	\$0.60	4.1%
Southern National Bancorp of Va.	26	2	42	19	21	\$8.50	43.1%	6,799	\$57.8	\$10.19	0.83x	\$0.19	44.7x	\$0.00	-
StellarOne Corp.	31	2	20	41	29	\$13.49	-19.0%	22,631	\$305.3	\$16.09	0.84x	\$0.31	43.5x	\$0.16	1.2%
TowneBank	16	13	41	8	11	\$17.10	-30.7%	24,811	\$424.3	\$11.69	1.46x	\$0.87	19.7x	\$0.32	1.9%
Union Bankshares Corporation	31	21	27	23	30	\$16.49	-32.7%	13,595	\$224.2	\$16.08	1.03x	\$0.87	19.0x	\$0.24	1.5%
Valley Financial Corporation	35	31	49	30	38	\$4.42	-19.0%	4,680	\$20.7	\$9.27	0.48x	\$0.17	26.0x	\$0.08	1.8%
Village Bank and Trust Financial Group	41	37	32	40	40	\$4.40	-2.2%	4,231	\$18.6	\$10.87	0.40x	\$0.12	36.7x	\$0.00	-
Virginia Commerce Bancorp, Inc.	39	22	35	46	39	\$3.03	-41.4%	26,688	\$80.9	\$7.01	0.43x	\$0.20	15.2x	\$0.00	-
Virginia Heritage Bank	24	19	45	-	-	\$10.25	36.7%	3,792	\$38.9	\$7.93	1.29x	(\$0.23)	NM	\$0.00	-
						<b>MEDIAN</b>	<b>0.1%</b>		<b>\$40.4</b>		<b>0.83x</b>		<b>19.0x</b>		<b>3.5%</b>

Source: SNL DataSource

	Symbol	Ranking	
		Valuation	Performance
<b>VIRGINIA</b>			
Access National Corporation	ANCX	14	5
Alliance Bankshares Corporation	ABVA	40	45
American National Bankshares Inc.	AMNB	15	22
Bank of the James Financial Group, Inc.	BOJF	49	36
Bank of McKenney	BOMK	4	15
Bank of Virginia	BOVA	46	28
Bay Banks of Virginia, Inc.	BAYK	11	41
Benchmark Bankshares	BMBN	6	4
Botetourt Bankshares, Incorporated	BORT	19	-
Burke & Hurbert Bank and Trust	BHRB	10	2
C&F Financial Corporation	CFFI	3	14
Capital One Financial Corporation	COF	34	35
Cardinal Bankshares Corporation	CDBK	1	37
Cardinal Financial Corporation	CFNL	48	20
Carter Bank & Trust	CARE	7	10
Central Virginia Bankshares, Inc.	CVBK	28	42
Chesapeake Financial	CPKF	15	16
Citizens Bancorp of Virginia, Inc.	CZBT	5	7
Citizens Community Bank	CZYB	39	31
CNB Bancorp	CNBV	23	25
Colonial Virginia Bank	CNVB	43	27
Commonwealth Bankshares, Incorporated	CWBS	32	26
Community Bankers Trust	BTC	2	-
Eagle Financial Services, Inc.	EFSI	17	19
Eastern Virginia Bankshares, Inc.	EVBS	27	34
F & M Bank Corp.	FMBM	31	12
Fauquier Bankshares, Inc.	FBSS	9	17
First Bankshares	SUFB	34	18
First Capital Bancorp	FCVA	42	44
First Community Bancshares, Inc.	FCBC	47	9
First National Corporation	FXNC	22	43
Grayson Bankshares, Inc.	GSON	43	-
Hampton Roads Bankshares, Inc.	HMPR	8	3
Heritage Bankshares	HBKS	29	23
MainStreet BankShares	MNSB	34	33
MainStreet BankShares	MREE	26	24
Middleburg Financial Corporation	MBRG	17	13
Monarch Financial Holding	MNRK	45	8
National Bankshares, Incorporated	NKSH	19	1
Old Point Financial Corporation	OPOF	29	32
Pinnacle Bankshares Corporation	PPBN	38	-
Pioneer Bankshares, Inc.	PNBI	11	6
Southern National Bancorp of Va.	SONA	41	21
StellarOne Corp.	STEL	37	29
TowneBank	TOWN	33	11
Union Bankshares Corporation	UBSH	25	30
Valley Financial Corporation	VYFC	21	38
Village Bank and Trust Financial Group	VBFC	23	40
Virginia Commerce Bancorp, Inc.	VCBI	11	39
Virginia Heritage Bank	VGBK	50	-

Source: SNL DataSource

The scatter diagram below plots the overall Performance ranking (combination of Profitability, Capital, Liquidity and Asset Quality) against the Valuation ranking. In both cases, a lower ranking is better. Therefore, the bottom-left quadrant shows higher performing companies with cheaper valuations.



	End of Most Recent Quarter	Period-End Assets (mil)	Profitability					Capital			Liquidity		Asset Quality		
			Return on Avg Assets	Return on Avg Equity	Efficiency Ratio	Op. Rev. Growth	Net EPS Growth	Total Equity/ Total Assets	Reserve/ Loans	Tang. Equity/ Assets	Borrowings/ Deposits + Bor.	Loans/ Deposits	NPAs/ Assets	Reserve/ NPAs	Net COs/ Avg Loans
<b>WEST VIRGINIA</b>															
Citizens Financial Corp.	3/31/2009	\$262	0.76%	9.8%	71.9%	7.7%	12.0%	8.2%	1.26%	8.2%	13.7%	86.8%	2.18%	0.4x	0.26%
City Holding Company	3/31/2009	\$2,584	1.70%	15.3%	47.1%	3.5%	-13.8%	10.9%	1.23%	8.9%	6.3%	84.3%	1.06%	0.8x	0.43%
CNB Financial Services, Inc.	3/31/2009	\$277	0.90%	10.9%	59.1%	1.5%	-17.5%	8.6%	1.40%	8.6%	4.7%	84.9%	0.50%	2.0x	0.65%
First Century Bankshares, Inc.	3/31/2009	\$428	0.68%	6.9%	74.9%	0.8%	0.0%	9.7%	0.93%	8.6%	4.8%	82.6%	2.09%	0.3x	0.03%
First West Virginia Bancorp, Inc.	3/31/2009	\$268	0.80%	7.2%	66.4%	-2.8%	-17.5%	11.0%	1.48%	10.4%	9.5%	59.4%	1.56%	0.5x	0.11%
Highlands Bankshares	3/31/2009	\$393	1.00%	9.7%	60.3%	-2.6%	-16.3%	10.2%	1.08%	9.6%	4.7%	100.7%	2.19%	0.4x	0.45%
Jefferson Security Bank	3/31/2009	\$236	0.84%	10.7%	82.0%	-6.8%	-18.5%	8.1%	1.18%	8.1%	4.6%	74.9%	2.47%	0.3x	0.42%
MVB Financial Corp.	3/31/2009	\$287	0.55%	5.7%	73.1%	12.8%	35.3%	9.1%	0.95%	8.8%	13.6%	95.0%	1.22%	0.6x	-0.04%
Potomac Bancshares	3/31/2009	\$311	-0.55%	-6.1%	68.7%	-11.9%	NM	8.7%	1.99%	8.7%	5.7%	92.8%	1.52%	1.0x	1.26%
Premier Financial Bancorp, Inc.	3/31/2009	\$734	0.68%	5.4%	72.6%	16.0%	-44.1%	12.3%	1.84%	8.5%	5.5%	77.2%	1.43%	0.8x	0.05%
Summit Financial Group, Inc.	3/31/2009	\$1,599	0.43%	7.9%	54.5%	-0.3%	-52.9%	5.2%	1.82%	4.7%	36.6%	126.5%	5.47%	0.3x	-0.35%
United Bankshares, Inc.	3/31/2009	\$7,985	1.48%	16.1%	50.3%	-4.6%	15.3%	9.5%	1.04%	5.7%	20.7%	105.6%	1.16%	0.7x	0.46%
WesBanco, Inc.	3/31/2009	\$5,940	0.41%	3.3%	64.5%	-5.6%	-52.8%	11.1%	1.52%	6.6%	18.1%	85.0%	1.33%	0.7x	0.57%
<i>Source: SNL DataSource</i>	<b>MEDIAN</b>	<b>\$393</b>	<b>0.76%</b>	<b>7.9%</b>	<b>66.4%</b>	<b>-0.3%</b>	<b>-16.9%</b>	<b>9.5%</b>	<b>1.26%</b>	<b>8.6%</b>	<b>6.3%</b>	<b>85.0%</b>	<b>1.52%</b>	<b>0.6x</b>	<b>0.42%</b>

	Rank					Valuation Data									
	Profitability	Capital	Liquidity	Asset Quality	Performance	Last Trade 5/26/2009	Total Return Year-to-Date	Shares (000s)	Market Cap (mil)	Book Value	Price/ Book	LTM EPS	Price/ LTM EPS	Dividend	Yield
<b>WEST VIRGINIA</b>															
Citizens Financial Corp.	5	10	9	10	7	\$7.30	6.9%	1,830	\$13.4	\$11.76	0.62x	\$0.52	14.0x	\$0.48	6.6%
City Holding Company	1	3	6	3	1	\$33.78	-0.7%	15,916	\$537.7	\$17.69	1.91x	\$1.62	20.9x	\$1.36	4.0%
CNB Financial Services, Inc.	3	7	4	3	2	\$44.50	-5.3%	447	\$19.9	\$53.51	0.83x	\$5.71	7.8x	\$1.06	2.4%
First Century Bankshares, Inc.	11	9	2	9	11	\$15.10	-1.8%	1,903	\$28.7	\$21.87	0.69x	\$1.93	7.8x	\$1.08	7.2%
First West Virginia Bancorp, Inc.	7	1	4	6	5	\$11.94	-7.0%	1,589	\$19.0	\$18.50	0.65x	\$1.32	9.0x	\$0.76	6.4%
Highlands Bankshares	4	5	7	12	4	\$27.50	-3.3%	1,337	\$36.8	\$29.95	0.92x	\$3.45	8.0x	\$1.16	4.2%
Jefferson Security Bank	7	13	1	13	10	\$87.50	-12.5%	293	\$25.6	\$64.78	1.35x	\$5.22	16.8x	\$2.50	2.9%
MVB Financial Corp.	10	8	11	1	8	\$20.00	33.3%	1,618	\$32.4	\$16.20	1.23x	\$0.45	44.4x	\$0.10	0.5%
Potomac Bancshares	13	3	8	8	13	\$8.50	-8.2%	3,390	\$28.8	\$7.94	1.07x	\$0.16	53.1x	\$0.47	5.5%
Premier Financial Bancorp, Inc.	9	2	2	1	6	\$5.87	-14.6%	6,393	\$37.5	\$14.08	0.42x	\$1.11	5.3x	\$0.44	7.5%
Summit Financial Group, Inc.	6	11	13	11	9	\$5.76	-36.0%	7,415	\$42.7	\$11.27	0.51x	\$0.04	144.0x	\$0.12	2.1%
United Bankshares, Inc.	2	12	12	5	3	\$21.55	-33.9%	43,397	\$935.2	\$17.44	1.24x	\$2.09	10.3x	\$1.16	5.4%
WesBanco, Inc.	12	5	9	6	12	\$16.74	-37.4%	26,568	\$444.7	\$22.12	0.76x	\$1.23	13.6x	\$1.12	6.7%
<b>Source: SNL DataSource</b>						<b>MEDIAN</b>	<b>-7.0%</b>		<b>\$32.4</b>		<b>0.83x</b>		<b>13.6x</b>		<b>5.4%</b>

	Symbol	Ranking	
		Valuation	Performance
<b>WEST VIRGINIA</b>			
Citizens Financial Corp.	CIWV	5	7
City Holding Company	CHCO	12	1
CNB Financial Services, Inc.	CBFC	4	2
First Century Bankshares, Inc.	FCBS	2	11
First West Virginia Bancorp, Inc.	FWV	3	5
Highlands Bankshares	HBSI	7	4
Jefferson Security Bank	JFWV	10	10
MVB Financial Corp.	MVBF	13	8
Potomac Bancshares	PTBS	9	13
Premier Financial Bancorp, Inc.	PFBI	1	6
Summit Financial Group, Inc.	SMMF	10	9
United Bankshares, Inc.	UBSI	8	3
WesBanco, Inc.	WSBC	5	12

Source: SNL DataSource

The scatter diagram below plots the overall Performance ranking (combination of Profitability, Capital, Liquidity and Asset Quality) against the Valuation ranking. In both cases, a lower ranking is better. Therefore, the bottom-left quadrant shows higher performing companies with cheaper valuations.



INCOMPLETE DATA: None



**Corporate Headquarters**

One James Center  
901 East Cary Street Suite 1100  
Richmond, VA 23219  
(804) 780-2000  
[www.investdavenport.com](http://www.investdavenport.com)

**Virginia Offices**

Charlottesville  
Danville  
Farmville  
Franklin  
Fredericksburg  
Lynchburg  
Newport News  
Norfolk  
Richmond  
Roanoke  
Virginia Beach  
White Stone  
Williamsburg

**North Carolina Offices**

Greensboro  
Raleigh  
Sanford

**Institutional Offices**

Leesburg, VA  
Towson, MD