

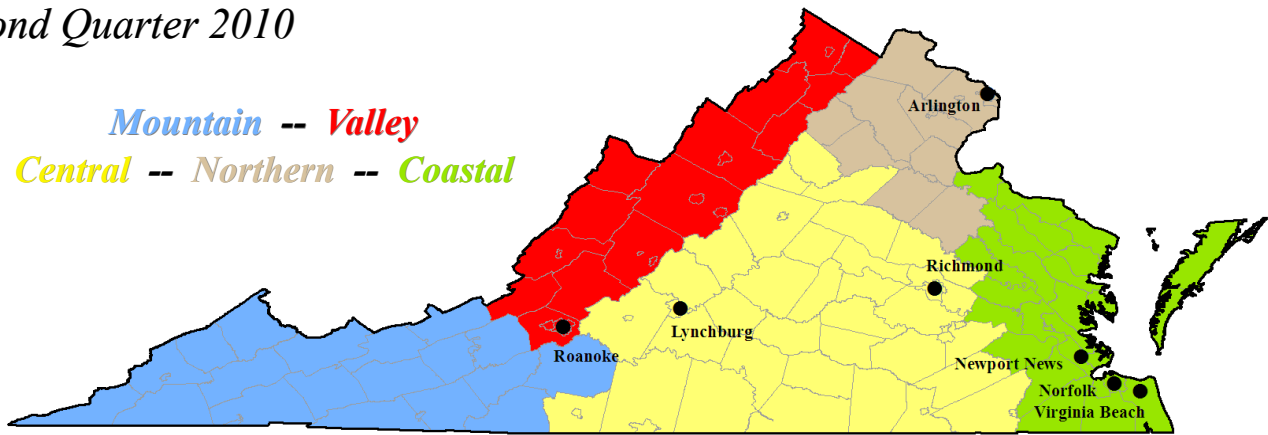


THE CARSON MEDLIN COMPANY

Virginia Asset Quality Review

Second Quarter 2010

Mountain -- Valley
Central -- Northern -- Coastal



Second Quarter Trends:

➤ In the second quarter, Virginia banks experienced further deterioration in asset quality. The median nonperforming assets (“NPAs”) to total assets rose 48 basis points, to 2.28%. In comparison, the other Southeastern states that we cover experienced a more modest increase, averaging only a 9 basis point increase over the quarter, and Tennessee and Georgia actually recorded modest improvements.

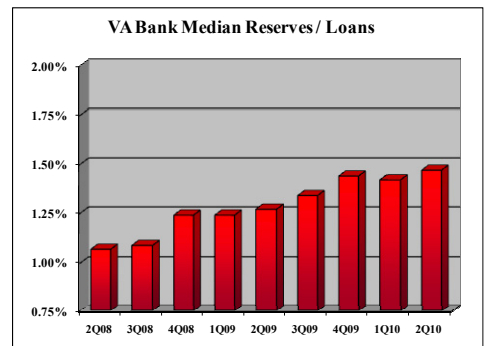
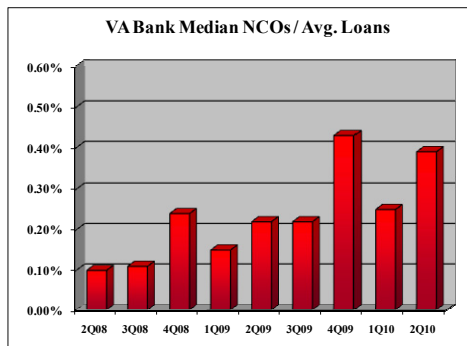
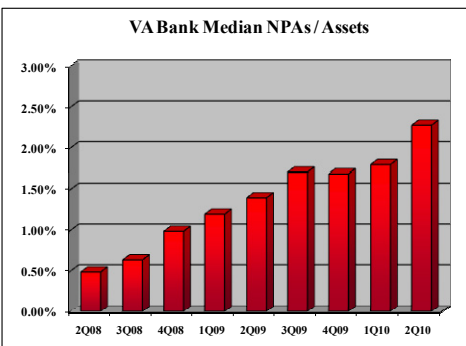
➤ Within Virginia, the Coastal region experienced the most dramatic decline in asset quality during the quarter, with median NPAs to assets increasing 71 basis points, to 2.77%. The Northern region fared the best in 2Q10, increasing a more modest 23 basis points, and remains the healthiest region in the state at a median value of just 1.48%. In comparison, the Mountain region continues to have the most severe credit issues, with a median ratio of 3.02%, still relatively healthy compared to the majority of the Southeast.

The Credit Cycle: NPAs, Chargeoffs & Reserves

➤ While the growth in NPAs slowed in much of the Southeast during the second quarter (with notable exceptions in certain regions in Virginia), the majority of institutions saw a considerable rise in net chargeoffs (“NCOs”) and an additional increase in loan loss reserves. It appears that many banks used 4Q09 as a “blow ‘em out” chargeoff quarter only to find it necessary to do it again two quarters later. Perhaps a tough exam in early 2010 had something to do with that. The

fact that chargeoffs lag nonperforming assets intuitively makes sense, as one would expect chargeoffs to ramp up later on in the credit cycle, as institutions finally decide to “give up” on older, nonaccruing loans. The lagging nature of chargeoffs (and reserves) relative to NPAs is born out in previous credit cycles as well. During the high credit quality peak of 1999-2000, NPAs bottomed out in late ‘99, while NCOs bottomed in early 2000 and reserves/loans bottomed in late 2000. Then as asset quality declined, NPAs peaked in early 2002, NCOs in mid 2002, and reserves in mid to late 2002. This pattern repeated again several years later, when NPAs, NCOs and reserves bottomed out in the 2nd half of ‘05, first half of ‘06 and second half of ‘06, respectively.

➤ After logically making the case that NPA trends lead NCO trends and then reserves follow, and having seen that play out in past cycles, if we can assume a similar trend going forward, once we see NPAs peak (which may be happening now in some SE regions), we can expect another quarter or two of high NCOs and another year of high and possibly incrementally increasing reserves/loans. While we know that all cycles have differing intensities and durations, history does tend to repeat itself (hence the term “cycles”) and we expect it will once again. What does this all mean for bank performance? While we can’t say for certain, it would at the least continue to seriously pressure earnings in the short-term, as provisions would have to be adequate not only to absorb chargeoffs but also build even higher reserves.



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Mountain

Company Information					Nonperforming Assets & Asset Quality (6/30/10) (a)										03/31/10	06/30/09		
Name	City	Year Est.	Total Assets (\$000)	Tangible Equity (\$000)	30-89 Days PD (\$000)	Restruct. Loans (\$000)	90+ Days PD (\$000)	Nonaccrual Loans (\$000)	OREO (\$000)	Total NPAs (b) (\$000)	Reserve/Loans (%)	NCOs/ Avg. Lns (c) (%)	NPLs/ Core Cap (d) (%)	NPAs/ Core Cap (%)	NPAs/ Assets (%)	NPAs/ Assets (%)	NPAs/ Assets (%)	
Community Capital Bank of Virginia	Christiansburg	2008	40,553	8,662	100	0	0	0	0	0	1.26	0.00	0.0	0.0	0.00	0.00	0.00	
National Bank of Blacksburg	Blacksburg	1891	991,127	112,763	4,874	0	389	7,167	3,170	10,726	1.29	0.30	6.3	8.9	1.08	1.27	0.65	
First Bank & Trust Company	Lebanon	1979	1,183,425	104,491	5,153	0	281	15,222	1,756	17,259	1.76	0.18	12.8	14.2	1.46	1.51	1.40	
First Community Bank	Bluefield	1920	2,227,197	170,234	6,173	7,947	0	17,668	7,108	32,723	1.78	0.88	13.1	16.8	1.47	1.15	0.79	
First Sentinel Bank	Richlands	1978	169,959	14,556	2,776	0	0	1,694	840	2,534	1.19	1.10	10.5	15.7	1.49	1.40	0.84	
Miners Exchange Bank	Coeburn	1982	108,017	8,660	2,958	967	0	512	163	1,642	1.21	(0.02)	15.6	17.4	1.52	1.45	1.00	
Farmers & Miners Bank	Pennington Gap	1979	133,902	14,673	1,952	0	1	722	1,393	2,116	2.15	0.22	4.4	12.9	1.58	1.47	0.98	
Bank of Marion	Marion	1874	339,025	33,339	4,716	3,052	496	2,936	189	6,673	1.47	0.05	17.7	18.3	1.97	2.16	0.47	
Bank of Floyd	Floyd	1951	234,183	20,954	3,474	0	0	5,416	460	5,876	1.82	(0.01)	23.0	25.0	2.51	3.22	2.35	
Grundy National Bank	Grundy	1964	324,707	60,524	7,801	0	7,085	1,287	1,441	9,813	1.16	(0.06)	13.4	15.7	3.02	1.30	1.52	
StellarOne Bank	Christiansburg	1900	2,960,438	288,938	38,972	32,040	2,382	64,617	5,953	104,992	1.91	1.19	30.0	31.8	3.55	2.74	2.80	
Powell Valley National Bank	Jonesville	1888	233,752	34,303	3,029	5,327	0	3,448	247	9,022	2.12	0.02	23.2	23.8	3.86	3.51	1.85	
Franklin Community Bank	Rocky Mount	2002	225,270	21,299	2,670	382	680	4,578	4,015	9,655	1.91	0.98	23.1	39.6	4.29	4.96	4.05	
TruPoint Bank	Grundy	1975	483,982	43,509	14,776	0	2,003	20,700	1,389	24,092	1.67	8.00	46.7	49.6	4.98	6.71	6.11	
Grayson National Bank	Independence	1900	366,626	30,233	7,481	0	2,755	14,223	3,093	20,071	1.46	0.63	49.8	58.8	5.47	5.16	3.94	
Highlands Union Bank	Abingdon	1985	648,685	40,983	8,080	5,300	4,526	15,542	12,428	37,796	2.28	1.37	48.8	72.7	5.83	5.54	2.78	
New Peoples Bank	Honaker	1998	859,540	64,099	14,589	12,887	6,276	25,718	9,909	54,790	2.22	2.59	55.7	68.0	6.37	5.33	2.05	
Peoples Bank	Ewing	1920	98,646	6,214	3,061	3,423	6	5,473	1,076	9,978	2.02	1.95	116.0	130.1	10.11	11.36	6.30	
Lee Bank and Trust Company	Pennington Gap	1932	176,086	20,479	4,309	2,543	3,509	10,114	1,789	17,955	1.17	1.86	73.3	81.4	10.20	8.28	6.19	
			Median:	324,707	33,339	4,716	382	389	5,473	1,441	9,978	1.76	0.63	23.0	23.8	3.02	2.74	1.85
			Average:	621,322	57,838	7,208	3,888	1,599	11,423	2,969	19,880	1.68	1.12	30.7	36.9	3.72	3.61	2.42

Valley

Company Information					Nonperforming Assets & Asset Quality (6/30/10) (a)										03/31/10	06/30/09		
Name	City	Year Est.	Total Assets (\$000)	Tangible Equity (\$000)	30-89 Days PD (\$000)	Restruct. Loans (\$000)	90+ Days PD (\$000)	Nonaccrual Loans (\$000)	OREO (\$000)	Total NPAs (b) (\$000)	Reserve/Loans (%)	NCOs/ Avg. Lns (c) (%)	NPLs/ Core Cap (d) (%)	NPAs/ Core Cap (%)	NPAs/ Assets (%)	NPAs/ Assets (%)	NPAs/ Assets (%)	
Frontier Community Bank	Waynesboro	2008	65,462	7,410	611	0	0	0	0	0	1.22	0.00	0.0	0.0	0.00	0.00	0.00	
Page Valley Bank	Luray	1893	141,623	10,439	1,298	0	0	702	0	702	0.93	(0.27)	6.1	6.1	0.50	0.98	0.30	
Farmers & Merchants Bank of Craig Co	New Castle	1917	52,172	8,396	1,505	0	270	0	0	270	1.32	0.02	3.0	3.0	0.52	0.18	0.24	
Highlands Community Bank	Covington	2002	96,717	10,017	952	0	88	534	127	749	1.25	0.12	5.8	7.0	0.77	0.80	0.85	
First and Citizens Bank	Monterey	1929	113,459	12,047	3,623	381	0	537	158	1,076	1.08	(0.08)	7.1	8.4	0.95	0.62	0.20	
Comerstone Bank	Lexington	2009	54,400	7,563	79	0	0	0	564	564	1.23	0.00	0.0	7.0	1.04	0.00	0.00	
Farmers & Merchants Bank	Timberville	1908	540,806	38,937	9,306	0	2,382	5,550	1,076	9,008	1.02	0.44	18.1	20.6	1.67	1.98	1.32	
HomeTown Bank	Roanoke	2005	348,421	30,895	1,769	1,199	0	5,261	647	7,107	1.49	2.31	18.5	20.4	2.04	1.59	1.09	
Pioneer Bank	Stanley	1909	162,905	14,811	1,561	699	945	1,766	300	3,710	1.75	0.31	19.9	21.7	2.28	1.66	1.74	
Bank of Fincastle	Fincastle	1875	181,212	24,493	2,409	490	1,196	641	1,828	4,155	0.99	0.51	9.0	16.1	2.29	3.30	2.24	
Bank of Clarke County	Berryville	1881	552,836	55,002	6,093	4,644	1,366	6,200	1,902	14,112	1.59	0.49	19.8	22.9	2.55	1.66	0.90	
Blue Grass Valley Bank	Blue Grass	1915	34,429	3,899	1,447	0	0	1,194	435	1,629	1.84	0.56	26.9	36.8	4.73	3.80	3.46	
Valley Bank	Roanoke	1995	762,925	64,138	7,018	628	1,394	15,214	19,243	36,479	2.00	0.79	23.0	48.7	4.78	3.75	3.53	
First Bank	Strasburg	1907	542,304	63,997	10,576	11,826	126	7,008	7,254	26,214	1.73	0.48	26.5	36.6	4.83	4.65	3.68	
Bank of Botetourt	Buchanan	1899	317,620	26,958	9,496	3,649	1,254	9,579	2,463	16,945	1.31	1.16	47.6	55.7	5.33	5.42	4.22	
			Median:	162,905	14,811	1,769	381	126	1,194	564	3,710	1.31	0.44	18.1	20.4	2.04	1.66	1.09
			Average:	264,486	25,267	3,850	1,568	601	3,612	2,400	8,181	1.38	0.46	15.4	20.7	2.29	2.03	1.58

- (a) All past due loan figures have been adjusted to exclude any portion guaranteed by the U.S. government;
OREO has been adjusted to exclude balances covered under loss sharing agreements with the FDIC
- (b) Total NPAs = restructured loans + loans 90+ days PD + nonaccrual loans + OREO
- (c) Net chargeoff ratio (annualized)
- (d) NPLs = restructured loans + loans 90+ days PD + nonaccrual loans
Core cap = tangible equity + loan loss reserve

Central

Company Information					Nonperforming Assets & Asset Quality (6/30/10) (a)											03/31/10	06/30/09
Name	City	Year Est.	Total Assets (\$000)	Tangible Equity (\$000)	30-89 Days PD (\$000)	Restruct. Loans (\$000)	90+ Days PD (\$000)	Nonaccrual Loans (\$000)	OREO (\$000)	Total NPAs (b) (\$000)	Reserve/Loans (%)	NCOs/ Avg. Lns (c) (%)	NPLs/ Core Cap (d) (%)	NPAs/ Core Cap (%)	NPAs/ Assets (%)	NPAs/ Assets (%)	NPAs/ Assets (%)
New Horizon Bank	Powhatan	2009	17,040	6,895	0	0	0	0	0	0	1.14	0.00	0.0	0.0	0.00	0.00	NA
Bank of Southside Virginia	Carson	1911	518,780	65,753	2,988	0	307	816	329	1,452	1.75	0.17	1.6	2.0	0.28	0.48	0.27
Farmers Bank of Appomattox	Appomattox	1918	184,406	20,498	2,193	295	297	694	177	1,463	0.72	0.09	6.1	6.9	0.79	1.04	0.83
Carter Bank & Trust	Martinsville	2006	3,610,676	222,580	10,941	0	1,885	14,739	13,044	29,668	0.80	0.02	7.0	12.5	0.82	0.94	0.96
American National Bank & Trust Co.	Danville	1909	831,971	95,720	986	0	8	4,005	3,730	7,743	1.56	0.20	3.9	7.5	0.93	0.90	0.84
Virginia Bank & Trust Company	Danville	1945	155,602	24,287	2,800	0	2,361	0	153	2,514	0.68	0.10	9.4	10.0	1.62	0.90	0.23
Virginia National Bank	Charlottesville	1998	417,085	42,197	340	0	0	6,237	925	7,162	1.23	0.25	13.6	15.6	1.72	1.65	1.04
First National Bank	Altavista	1908	334,177	27,262	5,142	0	321	6,059	465	6,845	1.44	0.72	20.5	22.0	2.05	2.19	1.13
Xenith Bank	Richmond	2003	227,485	41,391	3,908	0	0	4,067	796	4,863	0.41	0.07	9.7	11.6	2.14	2.28	2.17
Citizens Bank & Trust Company	Blackstone	1873	323,689	33,860	2,576	0	707	5,231	1,447	7,385	1.41	0.14	16.1	20.0	2.28	2.15	1.96
Peoples Bank of Virginia	Richmond	2002	288,559	36,397	1,322	2,475	0	3,597	1,004	7,076	1.93	0.85	15.0	17.5	2.45	1.08	0.75
River Community Bank	Martinsville	2000	95,138	7,882	463	0	9	1,928	628	2,565	1.32	0.19	21.7	28.8	2.70	2.53	2.00
Bank of the James	Lynchburg	1999	407,243	31,435	4,026	1,249	0	8,235	1,680	11,164	1.43	0.47	26.2	30.9	2.74	2.36	1.66
Benchmark Community Bank	Kenbridge	1971	404,038	36,545	10,601	0	1,855	9,249	106	11,210	1.36	0.07	27.1	27.3	2.77	1.04	0.65
Citizens Community Bank	South Hill	1999	172,759	21,685	5,218	926	0	2,479	1,397	4,802	1.79	0.50	14.2	20.0	2.78	2.44	2.63
Old Dominion National Bank	North Garden	2007	53,279	5,044	400	0	0	961	605	1,566	2.00	0.44	16.5	26.9	2.94	2.81	1.76
First Capital Bank	Glen Allen	1998	545,417	47,138	7,382	3,390	50	11,185	2,101	16,726	2.78	1.54	24.9	28.5	3.07	3.03	1.87
Bank of McKenney	McKenney	1906	183,314	19,438	1,290	2,323	201	2,938	320	5,782	1.43	1.01	25.7	27.2	3.15	3.62	2.90
Select Bank	Forest	2007	102,179	10,827	1,924	0	827	2,025	699	3,551	1.65	(0.40)	23.3	29.1	3.48	1.75	1.16
Virginia Community Bank	Louisa	1976	226,647	19,794	3,232	0	895	3,454	3,615	7,964	2.51	0.39	18.3	33.4	3.51	4.83	5.65
Bank of Virginia	Midlothian	2004	220,294	16,844	642	0	0	9,714	202	9,916	3.15	0.01	44.3	45.2	4.50	4.08	2.46
Virginia Commonwealth Bank	Petersburg	1936	315,622	36,811	2,583	4,520	116	7,168	4,860	16,664	2.43	0.64	28.1	39.7	5.28	3.92	2.75
Virginia Business Bank	Richmond	2006	148,229	6,737	3,033	2,360	0	7,076	550	9,986	5.25	3.50	77.9	82.4	6.74	6.23	3.07
Central Virginia Bank	Powhatan	1973	447,550	31,663	14,230	3,004	420	25,535	3,850	32,809	3.65	4.29	69.0	78.2	7.33	6.76	3.12
First State Bank	Danville	1919	34,953	1,576	528	1,538	0	929	793	3,260	3.00	1.21	106.1	140.2	9.33	10.45	11.35
Consolidated Bank & Trust Co.	Richmond	1903	76,192	7,305	1,507	0	0	6,500	1,060	7,560	0.27	(0.06)	87.4	101.7	9.92	8.56	9.66
Village Bank	Midlothian	1999	589,646	50,107	8,324	16,722	959	31,107	11,816	60,604	1.95	0.71	81.8	101.7	10.28	10.60	4.33
Median:			227,485	27,262	2,583	0	50	4,067	796	7,162	1.56	0.25	20.5	27.2	2.77	2.36	1.91
Average:			404,888	35,840	3,651	1,437	415	6,516	2,087	10,456	1.82	0.63	29.5	35.8	3.54	3.28	2.58

Northern

Company Information					Nonperforming Assets & Asset Quality (6/30/10) (a)											03/31/10	06/30/09
Name	City	Year Est.	Total Assets (\$000)	Tangible Equity (\$000)	30-89 Days PD (\$000)	Restruct. Loans (\$000)	90+ Days PD (\$000)	Nonaccrual Loans (\$000)	OREO (\$000)	Total NPAs (b) (\$000)	Reserve/Loans (%)	NCOs/ Avg. Lns (c) (%)	NPLs/ Core Cap (d) (%)	NPAs/ Core Cap (%)	NPAs/ Assets (%)	NPAs/ Assets (%)	NPAs/ Assets (%)
Oak View National Bank	Warrenton	2009	80,022	9,694	0	0	0	0	0	0	1.28	0.00	0.0	0.0	0.00	0.00	0.00
Virginia Partners Bank	Fredericksburg	2008	126,054	17,320	0	0	0	165	0	165	1.44	0.03	0.9	0.9	0.13	0.14	0.00
Chain Bridge Bank	McLean	2007	201,719	19,214	0	69	0	417	0	486	1.80	0.00	2.4	2.4	0.24	0.25	0.25
Cardinal Bank	McLean	1998	2,061,681	205,823	2,019	0	0	4,560	2,915	7,475	1.32	0.25	2.0	3.3	0.36	0.47	0.42
Virginia Heritage Bank	Fairfax	2005	405,236	34,508	1,285	0	62	786	1,555	2,403	1.21	0.00	2.2	6.2	0.59	0.65	0.51
MainStreet Bank	Herndon	2004	241,723	22,620	677	0	0	261	1,560	1,821	1.23	1.58	1.0	7.3	0.75	1.17	0.44
Fauquier Bank	Warrenton	1902	586,126	47,587	7,756	0	0	2,477	2,412	4,889	1.15	0.38	4.7	9.2	0.83	0.99	0.72
John Marshall Bank	Alexandria	2006	286,814	32,433	0	1,162	0	1,399	220	2,781	1.14	0.11	7.3	7.9	0.97	0.91	1.04
Business Bank	Vienna	1981	255,482	27,186	821	0	0	2,626	0	2,626	1.33	0.08	8.8	8.8	1.03	1.50	0.86
Burke & Herbert Bank & Trust Co.	Alexandria	1852	2,151,158	211,952	15,348	12,904	0	9,230	3,988	26,122	1.03	0.25	9.8	11.6	1.21	0.97	0.57
United Bank	Vienna	1979	3,732,097	303,389	34,580	0	3,633	34,918	14,112	52,663	1.22	0.37	11.5	15.6	1.41	1.50	1.35
Bank of Charlotte County	Phenix	1912	118,262	15,735	3,256	0	407	1,257	81	1,745	1.54	0.05	9.8	10.2	1.48	1.25	0.61
Access National Bank	Reston	1999	789,243	73,472	317	0	0	6,752	5,334	12,086	1.75	0.36	8.2	14.6	1.53	2.12	1.44
Sonabank	McLean	2005	613,049	83,761	11,706	2,545	0	1,905	5,055	9,505	1.17	1.24	5.0	10.7	1.55	1.08	1.32
Alliance Bank Corporation	Chantilly	1998	618,571	45,054	877	73	0	3,537	7,366	10,976	1.52	1.39	7.2	21.8	1.77	2.16	2.48
Freedom Bank of Virginia	Fairfax	2001	178,820	19,938	58	735	0	2,538	0	3,273	1.31	0.02	15.0	15.0	1.83	2.33	6.08
First Virginia Community Bank	Fairfax	2007	169,272	18,369	2,579	0	446	3,113	0	3,559	1.66	0.00	17.4	17.4	2.10	2.31	0.14
WashingtonFirst Bank	Reston	2004	418,855	38,770	169	1,427	0	8,388	845	10,660	1.08	0.20	23.4	25.4	2.55	0.98	1.30
Rappahannock National Bank	Washington	1902	190,770	14,086	1,670	800	2,460	822	867	4,949	1.28	0.33	25.7	31.2	2.59	1.68	1.96
Middleburg Bank	Middleburg	1924	1,055,294	96,614	7,836	1,346	6,188	12,212	8,258	28,004	1.41	0.61	18.5	26.2	2.65	1.85	2.27
Union First Market Bank	Richmond	1902	3,323,648	290,814	25,405	5,725	13,940	47,435	26,880	93,980	1.18	0.61	20.9	29.3	2.83	2.39	2.72
Virginia Commerce Bank	Arlington	1988	2,824,496	293,486	10,343	96,293	544	64,598	26,477	187,912	2.76	0.75	45.4	52.8	6.65	6.78	6.36
Millennium Bank	Sterling	1999	218,708	7,414	1,285	11,308	0	5,021	8,625	24,954	3.84	2.19	131.3	200.7	11.41	12.22	8.10
Median:			405,236	34,508	1,285	69	0	2,626	1,560	4,949	1.31	0.25	8.8	11.6	1.48	1.25	1.04
Average:			897,700	83,880	5,565	5,843	1,203	9,322	5,067	21,436	1.51	0.47	16.4	23.0	2.02	1.99	1.78

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OREO has been adjusted to exclude balances covered under loss sharing agreements with the FDIC
- (b) Total NPAs = restructured loans + loans 90+ days PD + nonaccrual loans + OREO
- (c) Net chargeoff ratio (annualized)
- (d) NPLs = restructured loans + loans 90+ days PD + nonaccrual loans
Core cap = tangible equity + loan loss reserve

Coastal

Company Information					Nonperforming Assets & Asset Quality (6/30/10) (a)										03/31/10	06/30/09	
Name	City	Year Est.	Total Assets (\$000)	Tangible Equity (\$000)	30-89 Days PD (\$000)	Restruct. Loans (\$000)	90+ Days PD (\$000)	Nonaccrual Loans (\$000)	OREO (\$000)	Total NPAs (b) (\$000)	Reserve/Loans (%)	NCOs/ Avg. Lns (c) (%)	NPLs/ Core Cap (d) (%)	NPAs/ Core Cap (%)	NPAs/ Assets (%)	NPAs/ Assets (%)	NPAs/ Assets (%)
Heritage Bank	Norfolk	1977	296,938	34,763	0	0	0	0	0	0	0.98	(0.05)	0.0	0.0	0.00	0.12	0.18
Virginia Company Bank	Newport News	2005	112,989	14,041	10	0	0	456	0	456	1.38	0.00	3.0	3.0	0.40	0.40	0.15
Colonial Virginia Bank	Gloucester	2003	124,151	12,147	717	0	192	389	0	581	1.64	0.02	4.4	4.4	0.47	0.71	0.43
Monarch Bank	Chesapeake	1999	790,736	70,337	3,868	0	852	6,048	1,417	8,317	1.22	0.95	8.7	10.5	1.05	1.08	0.76
Citizens National Bank	Windsor	2003	47,975	6,652	801	0	0	727	0	727	1.72	0.81	10.0	10.0	1.52	1.26	1.06
Northern Neck State Bank	Warsaw	1909	339,545	31,260	4,900	2,029	2,160	451	646	5,286	1.01	0.11	13.9	15.8	1.56	1.52	1.65
TowneBank	Portsmouth	1999	3,732,744	390,089	12,707	711	2,678	49,973	6,140	59,502	1.30	0.87	12.5	14.0	1.59	1.32	0.85
Bank of Lancaster	Kilmarnock	1930	333,461	23,641	2,802	0	36	2,390	4,482	6,908	1.29	1.14	9.0	25.7	2.07	2.47	1.97
Citizens & Farmers Bank	West Point	1927	902,622	97,334	6,529	3,177	189	7,972	13,004	24,342	3.58	1.60	9.3	19.9	2.70	2.93	2.77
Chesapeake Bank	Kilmarnock	1900	599,642	51,436	2,491	5,830	70	8,140	3,009	17,049	1.73	0.00	24.1	29.3	2.84	1.61	0.46
Farmers Bank, Windsor VA	Windsor	1919	445,962	36,376	640	1,260	336	8,946	2,458	13,000	4.08	7.16	22.5	27.7	2.92	3.92	2.13
Shore Bank	Onley	1961	335,935	21,216	2,410	1,783	0	8,104	1,577	11,464	1.60	1.96	39.3	45.6	3.41	2.89	0.68
Old Point National Bank of Phoebus	Hampton	1922	907,796	76,462	4,437	2,480	659	18,628	9,884	31,651	1.87	0.47	24.7	35.9	3.49	2.93	1.87
EVB	Tappahannock	1910	1,097,908	78,347	16,859	8,413	4,258	23,133	4,972	40,776	2.37	2.82	36.4	41.4	3.71	3.64	2.36
Essex Bank	Tappahannock	1926	1,202,010	95,126	24,623	15,690	0	41,691	4,333	61,714	5.59	0.82	42.8	46.1	5.13	3.57	3.67
Peoples Community Bank	Montross	1913	127,336	12,523	2,387	4,271	0	1,039	1,320	6,630	1.57	0.40	37.9	47.3	5.21	1.66	1.39
Bank of the Commonwealth	Norfolk	1971	1,221,390	96,162	34,530	69,584	8,140	86,720	13,875	178,319	5.38	0.96	111.2	120.5	14.60	14.47	8.20
Bank of Hampton Roads	Norfolk	1987	2,665,768	153,900	19,391	91,004	0	319,005	28,534	438,543	8.20	5.96	126.9	135.7	16.45	9.85	4.84
Median:			522,802	43,906	3,335	1,906	130	8,038	2,734	12,232	1.68	0.85	18.2	26.7	2.77	2.06	1.52
Average:			849,162	72,323	7,783	11,457	1,087	32,434	5,314	50,293	2.58	1.44	29.8	35.2	3.84	3.13	1.97

Virginia Totals & Southeast Comparisons

			Nonperforming Assets & Asset Quality (6/30/10) (a)										03/31/10	06/30/09		
Total Assets (\$000)	Tangible Equity (\$000)		30-89 Days PD (\$000)	Restruct. Loans (\$000)	90+ Days PD (\$000)	Nonaccrual Loans (\$000)	OREO (\$000)	Total NPAs (b) (\$000)	Reserve/Loans (%)	NCOs/ Avg. Lns (c) (%)	NPLs/ Core Cap (d) (%)	NPAs/ Core Cap (%)	NPAs/ Assets (%)	NPAs/ Assets (%)	NPAs/ Assets (%)	NPAs/ Assets (%)
Minimum:	17,040	1,576	0	0	0	0	0	0	0.27	(0.40)	0.0	0.0	0.00	0.00	0.00	
25th Percentile:	157,428	14,708	1,061	0	0	937	260	2,542	1.22	0.05	7.2	10.1	1.12	1.05	0.72	
Median:	320,655	31,348	2,801	184	56	4,314	1,391	7,518	1.47	0.39	16.3	20.2	2.28	1.80	1.40	
Average:	614,082	55,653	5,503	4,675	960	12,210	3,539	21,383	1.79	0.80	24.8	30.8	3.10	2.84	2.11	
75th Percentile:	609,697	63,129	7,291	2,545	884	9,244	4,008	17,207	1.90	0.96	26.4	36.4	3.67	3.60	2.75	
Maximum:	3,732,744	390,089	38,972	96,293	13,940	319,005	28,534	438,543	8.20	8.00	131.3	200.7	16.45	14.47	11.35	
North Carolina Median:	310,500	30,243	2,669	1,349	0	8,473	3,308	13,320	1.94	1.14	27.5	36.1	3.94	3.94	2.19	
South Carolina Median:	262,561	24,473	2,293	0	0	6,867	3,861	12,397	1.76	1.17	27.4	38.3	4.36	4.02	2.54	
Tennessee Median:	180,683	19,512	1,915	182	19	2,187	1,722	5,621	1.57	0.42	14.9	24.1	2.63	2.80	1.99	
Georgia Median:	152,647	13,361	1,947	110	42	4,491	2,546	9,678	2.10	0.86	36.8	53.2	5.71	5.72	3.77	
Florida Median:	213,397	19,197	1,767	2,612	0	6,466	2,212	14,013	2.23	1.25	42.5	52.0	5.88	5.62	3.98	
Alabama Median:	156,324	15,724	1,109	0	25	1,752	890	3,666	1.52	0.58	14.2	21.4	2.36	2.24	1.63	

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