

Rumson-Fair Haven Bank & Trust Company

Condensed Balance Sheet

December 31, 2008

Unaudited

(\$ in thousands)

	December 31,		Increase (Decrease)	
	<u>2008</u>	<u>2007</u>	<u>Amount</u>	<u>Percent</u>
<u>Assets</u>				
Cash and Due from Banks	\$ 1,738	\$ 2,123	\$ (385)	(18.1)%
Fed Funds Sold & Interest Bearing Deposits	2,675	2,675	-	0.0%
Investments	29,980	16,344	13,636	83.4%
Loans, net	104,615	105,786	(1,171)	(1.1)%
Other Assets	4,540	3,300	1,240	37.6%
Total Assets	\$ 143,548	\$ 130,228	\$ 13,320	10.2%
<u>Liabilities and Stockholders' Equity</u>				
Total Deposits	\$ 114,390	\$ 105,889	\$ 8,501	8.0%
Long-Term Debt	14,574	10,000	4,574	45.7%
Other Liabilities	665	850	(185)	(21.8)%
Total Capital	13,919	13,489	430	3.2%
Total Liabilities & Stockholders' Equity	\$ 143,548	\$ 130,228	\$ 13,320	10.2%

Rumson-Fair Haven Bank & Trust Company

Condensed Income Statement Three Months Ended December 31, 2008

**Unaudited
(\$ in thousands)**

	Three Months Ended December 31,		Increase (Decrease)	
	<u>2008</u>	<u>2007</u>	<u>Amount</u>	<u>Percent</u>
Interest Income	\$ 1,768	\$ 2,048	\$ (280)	(13.7)%
Interest Expense	772	1,037	(265)	(25.6)%
Net Interest Income	996	1,011	(15)	(1.5)%
Provision for Loan Losses	190	20	170	850.0%
Net Interest Income	806	991	(185)	(18.7)%
Non-Interest Income	168	61	107	175.4%
Operating Expenses	857	865	(8)	(0.9)%
Income before Income Tax	117	187	(70)	(37.4)%
Income Tax Expense (Benefit)	59	(45)	104	n/m
Net Income	\$ 58	\$ 232	\$ (174)	(75.0)%
Net Income Per Share - Basic	\$ 0.03	\$ 0.10	\$ 0.07	70.0%
Net Income Per Share - Diluted	\$ 0.02	\$ 0.10	\$ 0.08	80.0%
Weighted Average Shares:				
Basic:	2,317,725	2,315,310	2,415	0.1%
Diluted:	2,353,349	2,354,446	(1,097)	(0.0)%

Rumson-Fair Haven Bank & Trust Company
Condensed Income Statement
Year Ended December 31, 2008
Unaudited
(\$ in thousands)

	Year Ended December 31,		Increase (Decrease)	
	2008	2007	Amount	Percent
Interest Income	\$ 7,430	\$ 8,016	\$ (586)	(7.3)%
Interest Expense	<u>3,192</u>	<u>4,030</u>	<u>(838)</u>	<u>(20.8)%</u>
Net Interest Income	4,238	3,986	252	6.3%
Provision for Loan Losses	<u>295</u>	<u>150</u>	<u>145</u>	<u>96.7%</u>
Net Interest Income	3,943	3,836	107	2.8%
Non-Interest Income	461	260	201	77.3%
Operating Expenses	<u>3,944</u>	<u>3,537</u>	<u>407</u>	<u>11.5%</u>
Income before Income Tax	460	559	(99)	(17.7)%
Income Tax Expense (Benefit)	<u>155</u>	<u>(256)</u>	<u>411</u>	<u>(160.5)%</u>
Net Income	<u>\$ 305</u>	<u>\$ 815</u>	<u>\$ (510)</u>	<u>(62.6)%</u>
Net Income Per Share - Basic	<u>\$ 0.13</u>	<u>\$ 0.35</u>	<u>\$ 0.22</u>	<u>62.9%</u>
Net Income Per Share - Diluted	<u>\$ 0.13</u>	<u>\$ 0.34</u>	<u>\$ 0.21</u>	<u>61.8%</u>
Weighted Average Shares:				
Basic:	<u>2,316,341</u>	<u>2,314,981</u>	<u>1,360</u>	<u>0.1%</u>
Diluted:	<u>2,356,831</u>	<u>2,381,763</u>	<u>(24,932)</u>	<u>(1.0)%</u>

Rumson-Fair Haven Bank & Trust
Statements of Changes in Stockholders' Equity
December 31, 2008
(in thousands, except share amounts)

	Common stock	Additional paid-in capital	Accumulated deficit	Accumulated other comprehensive income (loss)	Total
Balance at December 31, 2006.....	\$ 9,547	\$ 5,155	\$ (2,157)	\$ (119)	\$ 12,426
Net income.....			815		815
Unrealized gain on securities available for sale, net of tax of \$117.....				176	176
Total comprehensive income.....					991
Common stock issued, 4,145 shares.....	21	11			32
10% Common stock distribution, 191,258 shares.....	957	(957)			-
Stock-based compensation.....		40			40
Balance at December 31, 2007.....	10,525	4,249	(1,342)	57	13,489
Net Income.....			305		305
Unrealized gain on securities available for sale, net of tax of \$52.....				87	87
Total comprehensive gain.....					392
Common stock issued, 2,415 shares.....	12	4			16
10% Common stock distribution, 210,374 shares.....	1,052	(1,052)			-
Stock based compensation.....		22			22
Balance at December 31, 2008.....	\$ 11,589	\$ 3,223	\$ (1,037)	\$ 144	\$ 13,919