

# **Rumson-Fair Haven Bank & Trust Company**

## **Condensed Balance Sheet**

June 30, 2008

Unaudited

(\$ in thousands)

	June, 30		Increase (Decrease)	
	<u>2008</u>	<u>2007</u>	<u>Amount</u>	<u>Percent</u>
<u>Assets</u>				
Cash and Due from Banks	\$ 2,791	\$ 4,137	\$ (1,346)	(32.5)%
Fed Funds Sold	6,625	3,375	3,250	96.3%
Int Bearing Dep with Banks	3,091	100	2,991	n/m
Investments	11,557	15,195	(3,638)	(23.9)%
Loans, net	107,880	99,055	8,825	8.9%
Other Assets	3,355	3,313	42	1.3%
<b>Total Assets</b>	<b>\$ 135,299</b>	<b>\$ 125,175</b>	<b>\$ 10,124</b>	<b>8.1%</b>
<u>Liabilities and Stockholders' Equity</u>				
Total Deposits	\$ 105,873	\$ 101,381	\$ 4,492	4.4%
Long-Term Debt	14,894	10,000	4,894	48.9%
Other Liabilities	794	932	(138)	(14.8)%
Total Capital	13,738	12,862	876	6.8%
<b>Total Liabilities &amp; Stockholders' Equity</b>	<b>\$ 135,299</b>	<b>\$ 125,175</b>	<b>\$ 10,124</b>	<b>8.1%</b>

**Rumson-Fair Haven Bank & Trust**  
**Condensed Income Statement**  
**Three Months Ended June 30, 2008**  
**Unaudited**  
**(\$ in thousands)**

	Three Months Ended		Increase (Decrease)	
	June 30,		Amount	Percent
	2008	2007		
Interest Income	\$ 1,875	\$ 1,986	\$ (111)	(5.6)%
Interest Expense	780	991	(211)	(21.3)%
Net Interest Income	1,095	995	100	10.1%
Provision for Loan Losses	30	50	(20)	(40.0)%
Net Interest Income	1,065	945	120	12.7%
Non-Interest Income	124	64	60	93.8%
Operating Expenses	1,019	872	147	16.9%
Income before Income Tax	170	137	33	24.1%
Income Tax Expense (Benefit)	71	(65)	136	n/m
Net Income	\$ 99	\$ 202	\$ (103)	(51.0)%
Net Income Per Share - Basic	\$ 0.05	\$ 0.08	\$ 0.03	37.5%
Net Income Per Share - Diluted	\$ 0.04	\$ 0.08	\$ 0.04	50.0%
Weighted Average Shares:				
Basic:	2,315,973	2,315,310	663	0.0%
Diluted:	2,363,628	2,400,786	(37,158)	(1.5)%

**Rumson-Fair Haven Bank & Trust**  
**Condensed Income Statement**  
**Six Months Ended June 30, 2008**  
**Unaudited**  
**(\$ in thousands)**

	Six Months Ended		Increase (Decrease)	
	June 30,		Amount	Percent
	<b>2008</b>	2007		
Interest Income	\$ 3,813	\$ 3,865	\$ (52)	(1.3)%
Interest Expense	<b>1,640</b>	1,918	(278)	(14.5)%
Net Interest Income	<b>2,173</b>	1,947	226	11.6%
Provision for Loan Losses	<b>60</b>	90	(30)	(33.3)%
Net Interest Income	<b>2,113</b>	1,857	256	13.8%
Non-Interest Income	<b>199</b>	134	65	48.5%
Operating Expenses	<b>2,060</b>	1,756	304	17.3%
Income before Income Tax	<b>252</b>	235	17	7.2%
Income Tax Expense (Benefit)	<b>53</b>	(148)	201	(135.8)%
Net Income	<b>\$ 199</b>	\$ 383	\$ (184)	(48.0)%
Net Income Per Share - Basic	<b>\$ 0.09</b>	\$ 0.16	\$ (0.07)	(43.8)%
Net Income Per Share - Diluted	<b>\$ 0.08</b>	\$ 0.16	\$ (0.08)	(50.0)%
Weighted Average Shares:				
Basic:	<b>2,315,642</b>	2,314,646	996	0.0%
Diluted:	<b>2,343,303</b>	2,397,420	(54,117)	(2.3)%

**Rumson-Fair Haven Bank & Trust Company**  
**Statements of Changes in Stockholders' Equity**

**June 30, 2008**

**Unaudited**

(in thousands, except share amounts)

	Common stock	Additional paid-in capital	Accumulated deficit	Accumulated other comprehensive income	Total
<b>Balance at December 31, 2007</b> .....	\$ 10,525	\$ 4,249	\$ (1,342)	\$ 57	\$ 13,489
Net Income.....			100		100
Unrealized loss on securities available for sale.....				69	<u>69</u>
Total comprehensive gain.....					<u>169</u>
Stock based compensation.....		12			<u>12</u>
Balance at March 31, 2008.....	<u>10,525</u>	<u>4,261</u>	<u>(1,242)</u>	<u>126</u>	<u>13,670</u>
Net Income.....			99		99
Unrealized gain on securities available for sale.....				(58)	<u>(58)</u>
Total comprehensive gain.....					<u>41</u>
Common stock issued.....	12	4			16
10% Common stock distribution, 210,374 shares	1,052	(1,052)			-
Stock based compensation.....		11			<u>11</u>
<b>Balance at June 30, 2008</b> .....	<u><u>\$ 11,589</u></u>	<u><u>\$ 3,224</u></u>	<u><u>\$ (1,143)</u></u>	<u><u>\$ 68</u></u>	<u><u>\$ 13,738</u></u>