

OREGON COAST BANK
STATEMENT OF CONDITION

30-Jun-06 30-Jun-07

ASSETS

Real Estate Loans	22,087,881	29,025,284	
Commercial Loans	9,694,775	10,951,570	
Installment Loans	4,385,953	4,435,402	
RE Comm'l Non Farm Non Res	18,672,501	20,330,145	
Other Loans	662,176	511,239	
Investments	14,000,899	21,667,435	
Federal funds sold	5,845,000	0	
Pacific Coast Bankers Bank Stock	100,000	100,000	
Federal Home Loan Bank Stock	158,900	158,900	
Total Earning Assets	75,608,085	87,179,975	

Cash & Due From Banks	2,738,155	2,623,348	
Premises and equipment, net	2,970,343	3,315,695	
Other Assets	385,205	580,536	
Reserve for Bad Debts	(613,816)	(762,719)	
Total Assets	81,087,973	92,936,835	

LIABILITIES AND STOCKHOLDERS' EQUITY
LIABILITIES

Demand deposits	18,899,318	19,813,351	
NOW accounts	3,926,008	4,004,463	
Money Market accounts	17,317,094	17,265,430	
Savings Accounts	2,052,165	2,017,254	
Time Deposits	32,729,106	39,955,391	
Total Deposits	74,923,691	83,055,889	
Reserves	5,316	4,905	
Short-term borrowings	0	3,000,000	
Other liabilities	399,605	384,063	
Fed funds purchased	0	0	
Total Liabilities	75,328,612	86,444,858	

STOCKHOLDERS' EQUITY

Common Stock	1,189,690	1,188,690	
Surplus	3,499,470	3,496,070	
Retained Earnings	820,004	1,424,921	
Accumulated Other Comprehensive Income	0	0	
YTD Profit/Loss	467,808	561,807	
Unrealized loss on investment in Available for Sale securities and Mutual Bond funds	(217,611)	(179,511)	
Total Capital	5,759,361	6,491,977	
Total Liabilities & Capital	81,087,973	92,936,835	

OREGON COAST BANK

STATEMENT OF INCOME :

	30-Jun-06	30-Jun-07
Interest income:		
Interest on loans	2,003,192	2,509,058
Interest on Securities	283,053	462,924
Interest on Federal Funds Sold	44,742	59,396
Dividend income on PCBB stock	3,500	6,250
Dividend income on FHLB stock	0	556
Total Interest Income	<u>2,334,488</u>	<u>3,038,185</u>
Interest expense:		
Deposits:		
NOW accounts	37,334	55,791
Money market	191,119	286,592
Savings	7,677	9,217
Time	555,038	947,408
Short Term Borrowings	24,219	23,003
Fed funds purchased - I/C	0	0
Securities sold w/ agreements to repurchase	0	0
Total Interest Expense	<u>815,386</u>	<u>1,322,011</u>
Net Interest Income	<u>1,519,102</u>	<u>1,716,173</u>
less Provision for Loan Losses	78,000	78,000
Net Interest Income after Provision for Loan Losses	<u>1,441,102</u>	<u>1,638,173</u>
Other income:		
Service charges on deposit accounts	75,981	80,204
Gain (loss) on sales of investment securities	8	2,248
Sold Real Estate Loan Fees	86,423	92,293
Other	59,937	63,469
Loan Fees & Costs	170,581	170,437
Total Other Income	<u>392,929</u>	<u>408,651</u>
Other expense:		
Salaries and employee benefits	794,232	844,677
Occupancy of bank premises	73,733	93,980
Furniture and fixtures	95,686	112,039
Professional fees	180,697	201,684
FDIC assessment	4,209	4,544
Supplies	20,604	14,694
Other	197,064	213,399
Total Other Expense	<u>1,366,223</u>	<u>1,485,017</u>
Income before Provision for Income Tax:	467,808	561,807
Provision for income taxes	0	0
Net Income	467,808	561,807