

**Consolidated Balance Sheet**

	March 31,	
	2009	2008
<b>Assets</b>		
Cash and due from banks	\$ 8,570,309	\$ 9,405,134
Short term investments	3,825,000	2,830,000
Investment securities available for sale	27,503,939	27,827,373
Investment securities (market value of \$7,160,114 in 2009 and \$6,772,052 in 2008) held to maturity	7,298,838	6,626,950
Federal funds sold and other overnight investments	21,600,000	30,100,000
Loans	162,151,020	153,202,772
Less: Allowance for loan loss	(2,497,037)	(2,258,686)
Loans, Net	159,653,983	150,944,086
Bank premises and equipment, net	6,281,687	5,554,152
Bank owned life insurance	6,468,342	6,211,619
Accrued interest receivable and other assets	2,372,264	1,983,473
<b>Total Assets</b>	<b>\$ 243,574,362</b>	<b>\$ 241,482,787</b>
<b>Liabilities</b>		
Deposits		
Non-interest bearing	\$ 30,079,067	\$ 31,581,223
Interest bearing	179,679,281	173,955,323
<b>Total Deposits</b>	<b>209,758,348</b>	<b>205,536,546</b>
Accrued interest payable and other liabilities	2,355,275	1,054,791
Long-term borrowings	3,000,000	5,000,000
<b>Total Liabilities</b>	<b>\$ 215,113,623</b>	<b>\$ 211,591,337</b>
<b>Shareholders' Equity</b>		
Common stock - \$1 par value;		
Shares authorized: 3,000,000 in 2009 and 2008;		
issued and outstanding: 1,979,460 in 2009		
and 1,987,960 in 2008		
	\$ 1,979,460	\$ 1,987,960
Paid in capital	19,652,705	19,768,315
Retained earnings	8,561,642	8,355,096
Accumulated other comprehensive loss	(1,733,068)	(219,921)
<b>Total Shareholders' Equity</b>	<b>\$ 28,460,739</b>	<b>\$ 29,891,450</b>
<b>Total Liabilities and Shareholder's Equity</b>	<b>\$ 243,574,362</b>	<b>\$ 241,482,787</b>
<b>Book Value Per Share</b>	<b>\$ 14.38</b>	<b>\$ 15.04</b>

**Consolidated Statement of Income**

	Three Months Ended	
	2009	2008
<b>Interest Income</b>		
Loans, including fees	\$ 2,233,963	\$ 2,829,850
Securities		
Taxable	341,897	411,670
Non-Taxable	63,425	65,239
Federal funds sold and other overnight investments	11,771	226,330
Short term investments	38,906	26,106
<b>Total Interest Income</b>	<b>2,689,962</b>	<b>3,559,195</b>
<b>Interest Expense</b>		
Interest on other deposits	344,507	820,949
Interest on time deposits over \$100,000	147,757	337,246
Other interest expense	31,088	29,109
<b>Total Interest Expense</b>	<b>523,352</b>	<b>1,187,304</b>
Net Interest Income	2,166,610	2,371,891
<b>Provision for Loan Losses</b>		
	90,000	95,000
Net Interest Income after Provision for Loan Losses	2,076,610	2,276,891
<b>Non-interest Income</b>		
Trust and investment management revenue	321,302	356,325
Service charges on deposit accounts	310,314	306,262
Gain on sale of mortgage loans	251,423	87,364
Other income	146,739	186,283
<b>Total Non-interest Income</b>	<b>1,029,778</b>	<b>936,234</b>
<b>Non-interest Expense</b>		
Salaries	775,317	775,983
Employee benefits	308,540	346,263
Occupancy and equipment expense	551,155	501,066
Other expense	609,914	476,464
<b>Total Non-interest Expense</b>	<b>2,244,926</b>	<b>2,099,776</b>
<b>Income Before Income Taxes</b>	<b>861,462</b>	<b>1,113,349</b>
<b>Income Taxes</b>	<b>232,757</b>	<b>308,464</b>
<b>Net Income</b>	<b>\$ 628,705</b>	<b>\$ 804,885</b>
<b>Basic Earnings Per Share</b>	<b>\$ 0.32</b>	<b>\$ 0.40</b>
<b>Diluted Earnings Per Share</b>	<b>\$ 0.32</b>	<b>\$ 0.40</b>

Certain amounts in the prior year consolidated financial statements may have been reclassified to conform with the current year presentation.