

First Bank of Delaware
June 30, 2007

**First Bank of Delaware
Condensed Income Statement**

(Dollar amounts in thousands
except per share data)
(unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2007	2006	2007	2006
Net Interest Income	\$ 1,778	\$ 1,751	\$ 3,523	\$ 3,190
Provision for Loan Losses	18	569	152	791
Non-interest Income	4,255	1,293	7,239	4,375
Non-interest Expenses	3,170	1,817	5,982	4,114
Provision for income taxes	\$ 991	\$ 239	\$ 1,598	\$ 931
Net Income	<u>\$ 1,854</u>	<u>\$ 419</u>	<u>\$ 3,030</u>	<u>\$ 1,729</u>
Diluted EPS	<u>\$ 0.16</u>	<u>\$ 0.05</u>	<u>\$ 0.26</u>	<u>\$ 0.22</u>

**First Bank of Delaware
Condensed Balance Sheet**

(Dollar amounts in thousands)
(unaudited)

	June 30, 2007	June 30, 2006
	Assets	
Federal Funds Sold and Other Interest Bearing Cash	\$ 43,044	\$ 23,172
Investment Securities	9,721	738
Commercial and Other Loans	75,876	54,241
Allowance for Loan Losses	(2,013)	(1,700)
Other Assets	<u>12,428</u>	<u>8,848</u>
Total Assets	<u>\$ 139,056</u>	<u>\$ 85,299</u>
Liabilities and Shareholders' Equity:		
Transaction Accounts	\$ 64,806	\$ 34,137
Time Deposit Accounts	39,042	22,613
Other Borrowings	1,259	-
Other Liabilities	5,131	4,233
Shareholders' Equity	<u>28,818</u>	<u>24,316</u>
Total Liabilities and Shareholders' Equity	<u>\$ 139,056</u>	<u>\$ 85,299</u>

First Bank of Delaware
June 30, 2007
(Dollars in thousands)
(unaudited)

Financial Data:	At or For the Three Months Ended		At or For the Six Months Ended	
	June 30, 2007	June 30, 2006	June 30, 2007	June 30, 2006
Return on average assets	5.18 %	2.01 %	4.33 %	3.51 %
Return on average equity	26.37 %	10.01 %	22.27 %	21.37 %
Share information:				
Book value per share	\$2.53	\$2.14	\$2.53	\$2.14
Actual shares outstanding at period end	11,375,530	11,343,715	11,375,530	11,343,715
Average diluted shares outstanding	11,541,325	8,041,546	11,600,045	7,862,112

First Bank of Delaware
June 30, 2007
(Dollars in thousands)
(unaudited)
Credit Quality Ratios:

	<u>June 30, 2007</u>	<u>June 30, 2006</u>
Non-accrual and loans accruing, but past due 90 days or more	\$ 433	\$ 65
Restructured loans	<u>-</u>	<u>-</u>
Total non-performing loans	433	65
Other real estate owned	<u>18</u>	<u>-</u>
Total non-performing assets	<u>\$ 451</u>	<u>\$ 65</u>
Non-performing loans as a percentage of total loans	0.57%	0.12%
Nonperforming assets as a percentage of total assets	0.32%	0.08%
Allowance for loan losses to total loans	2.65%	3.13%
Allowance for loan losses to total non-performing loans	464.90%	2615.38%

First Bank of Delaware
June 30, 2007
(Dollars in thousands)
(unaudited)

Quarter-to-Date
Average Balance Sheet

	Three months ended June 30, 2007			Three months ended June 30, 2006		
	Average Balance	Interest	Average Yield/ Cost	Average Balance	Interest	Average Yield/ Cost
Interest-Earning Assets:						
Commercial and other loans	\$ 75,374	\$ 1,962	10.44 %	\$ 51,962	\$ 1,862	14.37 %
Investment securities	9,920	148	5.97	766	11	5.74
Federal funds sold	<u>45,172</u>	<u>598</u>	<u>5.31</u>	<u>22,914</u>	<u>291</u>	<u>5.09</u>
Total interest-earning assets	130,466	2,708	8.33	75,642	2,164	11.47
Other assets	<u>12,984</u>			<u>8,323</u>		
Total assets	<u>\$ 143,450</u>	\$ 2,708		<u>\$ 83,965</u>	\$ 2,164	
Interest-bearing liabilities:						
Interest-bearing deposits	\$ 72,860	\$ 923	5.08 %	\$ 44,195	\$ 413	3.75 %
Borrowed funds	<u>337</u>	<u>7</u>	<u>8.33</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total interest-bearing liabilities	<u>73,197</u>	<u>930</u>	<u>5.10</u>	<u>44,195</u>	<u>413</u>	<u>3.75</u>
Non-interest and interest-bearing funding	108,211	930	3.45	62,547	413	2.65
Other liabilities:	<u>7,041</u>			<u>4,587</u>		
Total liabilities	<u>115,252</u>			<u>67,134</u>		
Shareholders' equity	<u>28,198</u>			<u>16,831</u>		
Total liabilities & shareholders' equity	<u>\$ 143,450</u>			<u>\$ 83,965</u>		
Net interest income		<u>\$ 1,778</u>		<u>\$ 1,751</u>		
Net interest margin			<u>5.47 %</u>			<u>9.28 %</u>

First Bank of Delaware
June 30, 2007
(Dollars in thousands)
(unaudited)

Year-to-Date
Average Balance Sheet

	Six months ended June 30, 2007			Six months ended June 30, 2006		
	Average Balance	Interest	Average Yield/ Cost	Average Balance	Interest	Average Yield/ Cost
Interest-Earning Assets:						
Commercial and other loans	\$ 73,562	\$ 3,842	10.53 %	\$ 52,601	\$ 3,272	12.54 %
Investment securities	9,962	298	5.97	778	22	5.65
Federal funds sold	<u>46,010</u>	<u>1,202</u>	<u>5.27</u>	<u>32,793</u>	<u>765</u>	<u>4.70</u>
Total interest-earning assets	129,534	5,342	8.32	86,172	4,059	9.50
Other assets	<u>11,613</u>			<u>13,217</u>		
Total assets	<u>\$ 141,147</u>	\$ 5,342		<u>\$ 99,389</u>	\$ 4,059	
Interest-bearing liabilities:						
Interest-bearing deposits	\$ 72,139	\$ 1,812	5.07 %	\$ 47,220	\$ 869	3.71 %
Borrowed funds	<u>169</u>	<u>7</u>	<u>8.35</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total interest-bearing liabilities	<u>72,308</u>	<u>1,819</u>	<u>5.07</u>	<u>47,220</u>	<u>869</u>	<u>3.71</u>
Non-interest and interest-bearing funding	106,988	1,819	3.43	75,100	869	2.33
Other liabilities:	<u>6,722</u>			<u>8,163</u>		
Total liabilities	<u>113,710</u>			<u>83,263</u>		
Shareholders' equity	<u>27,437</u>			<u>16,126</u>		
Total liabilities & shareholders' equity	<u>\$ 141,147</u>			<u>\$ 99,389</u>		
Net interest income		<u>\$ 3,523</u>			<u>\$ 3,190</u>	
Net interest margin			<u>5.48 %</u>			<u>7.47 %</u>