

STATEMENT *of* CONDITION  
JUNE 30, 2010





## TO OUR CLIENTS AND FRIENDS:

I am pleased to report that during the second quarter of 2010, BankFIRST made significant progress in reducing the level of its problem assets caused by the recession, while at the same time maintaining capital ratios at very high levels. In that regard, the bank strengthened its loan loss reserves, reduced non-performing assets by 22% and increased its loan loss reserve coverage ratios. As evidenced in the comparative charts provided, BankFIRST's loan quality and capital ratios are significantly better than our peer banks.

At BankFIRST, it is our goal to become one of the first banks in Central Florida to return to normal pre-recession operating results in the current credit cycle, while continuing to move the bank forward strategically in several important areas:

- In January, we launched our Gold Star Quality Service program, which has been under development for three years, and is one of the most comprehensive quality service initiatives implemented by a community bank. To date, we have invested over 1,400 hours of quality service training for all BankFIRST personnel.
- In September, we will host the Grand Opening of our Oviedo-Winter Springs Financial Center location at the new Publix Aloma Walk development (Aloma Avenue and SR 417 – The Greenway). This office will be one of the most state-of-the-art branch banking facilities in Central Florida, and will serve as the prototype for future BankFIRST locations.
- Also in September, we will introduce a number of significant improvements to our online banking program. Our new “Concierge Banking” service will allow our clients to transfer money from any account they have inside or outside the bank, and to make direct person-to-person and business-to-business payments.

The BankFIRST way – maintain strong capital ratios while moving quickly and effectively to reduce the level of problem assets to ensure a safe and sound banking environment. All the while, continuing to provide our clients with unparalleled products, progressive facilities and the highest levels of quality service.

Thank you for placing your trust in BankFIRST.

Sincerely,

**Donald J. McGowan**  
*President and CEO*



# BANKFIRST CONSOLIDATED BALANCE SHEETS

(\$ IN THOUSANDS)

	As of 6/30/10 (Unaudited)	As of 6/30/09 (Unaudited)
<b>ASSETS</b>		
Total Cash and Cash Equivalents	\$41,159	\$50,533
Securities Available for Sale	131,734	107,160
Loans Net of Allowance	311,552	328,113
Premises and Equipment	21,686	18,004
Goodwill and Core Deposit Intangible	80,147	83,258
Other Assets	22,176	20,812
<b>TOTAL ASSETS</b>	<b><u>\$608,454</u></b>	<b><u>\$607,880</u></b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Liabilities		
Total Deposits	\$416,384	\$415,272
Customer Repurchase Agreements and Overnight Borrowings	16,557	15,704
Long Term Debt	38,000	38,000
Other Liabilities	7,036	7,853
Total Liabilities	477,977	476,829
Total Shareholders' Equity		
	130,477	131,051
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b><u>\$608,454</u></b>	<b><u>\$607,880</u></b>

## TIER ONE CAPITAL RATIO %

BankFIRST	9.8%
Peer Median	8.5%
FDIC Well Capitalized	5.0%

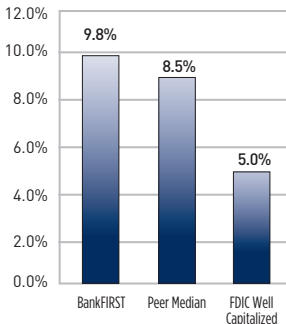
## ALLOWANCE FOR LOAN LOSS/NON-ACCRUAL LOANS (COVERAGE RATIO)

BankFIRST	101.6%
Peer Median	42.9%

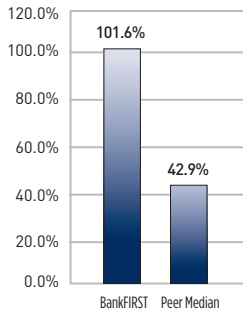
## NON-PERFORMING ASSETS % (NON-ACCRUAL + OREO/TOTAL ASSETS)

BankFIRST	3.0%
Peer Median	4.6%

■ TIER ONE CAPITAL RATIO %



■ ALLOWANCE FOR LOAN LOSS/ NON-ACCRUAL LOANS (COVERAGE RATIO)



■ NON-PERFORMING ASSETS % (NON-ACCRUAL + OREO/ TOTAL ASSETS)

