

# BEO BANCORP

## CONSOLIDATED FINANCIAL HIGHLIGHTS

(DOLLAR AMOUNTS IN THOUSANDS--except earnings per share)

### CONDENSED BALANCE SHEET (Unaudited)

	<u>06/30/08</u>	<u>06/30/07</u>	<u>% Change</u>
<b>ASSETS</b>			
Cash and due from banks	\$ 5,540	\$ 4,046	36.9%
Federal funds sold	-	7,090	-100%
Securities, at fair value	36,312	41,833	-13.2%
Net loans	164,747	131,370	25.4%
Premises and equipment	5,561	5,218	6.6%
Other real estate owned	-	47	-100.0%
Other assets	<u>6,938</u>	<u>6,648</u>	4.4%
<b>TOTAL ASSETS</b>	<b><u>\$219,098</u></b>	<b><u>\$196,252</u></b>	11.6%
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>LIABILITIES</b>			
Deposits			
Noninterest bearing	\$ 27,195	\$ 24,513	10.9%
Interest bearing	<u>147,218</u>	<u>144,356</u>	2.0%
Total deposits	174,413	168,869	3.3%
Borrowed funds/Repurchase Accounts	23,748	9,402	152.6%
Junior Subordinated Debentures	7,217	7,217	0.0%
Other liabilities	<u>1,225</u>	<u>766</u>	59.9%
<b>TOTAL LIABILITIES</b>	<b>206,603</b>	<b>186,254</b>	10.9%
<b>SHAREHOLDERS' EQUITY</b>			
Common stock	2,202	2,202	0.0%
Additional Paid in Capital and Retained earnings	10,443	8,655	20.7%
Accumulated other comprehensive income	<u>(150)</u>	<u>(859)</u>	-82.5%
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b><u>12,495</u></b>	<b><u>9,998</u></b>	25.0%
<b>TOTAL LIABILITIES &amp; SHAREHOLDERS' EQUITY</b>	<b><u>\$219,098</u></b>	<b><u>\$196,252</u></b>	11.6%

### CONDENSED STATEMENT OF INCOME (Unaudited)

	<u>Results of Operation</u> <u>Three Months Ending</u>			<u>Results of Operation</u> <u>Year to Date</u>		
	<u>06/30/08</u>	<u>06/30/07</u>	<u>% Change</u>	<u>06/30/08</u>	<u>06/30/07</u>	<u>% Change</u>
Interest income	\$ 3,541	\$ 3,484	1.6%	\$ 7,172	\$ 6,655	7.8%
Interest expense	<u>975</u>	<u>1,144</u>	-14.8%	<u>2,041</u>	<u>2,290</u>	-10.9%
Net interest income	2,566	2,340	9.7%	5,131	4,365	17.5%
Provision for loan losses	<u>250</u>	<u>60</u>	316.7%	<u>340</u>	<u>120</u>	183.3%
Net interest income after provision for loan loss	2,316	2,280	1.6%	4,791	4,245	12.9%
Noninterest income	490	534	-8.2%	959	1,022	-6.2%
Noninterest expense	<u>2,063</u>	<u>1,975</u>	4.5%	<u>4,172</u>	<u>3,833</u>	8.8%
Income before taxes	743	839	-11.4%	1,578	1,434	10.0%
Income taxes	<u>172</u>	<u>256</u>	-32.8%	<u>370</u>	<u>395</u>	-6.3%
<b>NET INCOME</b>	<b><u>\$ 571</u></b>	<b><u>\$ 583</u></b>	-2.1%	<b><u>\$ 1,208</u></b>	<b><u>\$ 1,039</u></b>	16.3%
Earnings per share	\$0.65	\$0.66	-2.1%	\$1.37	\$1.18	16.3%
Return on Average Assets	1.07%	1.21%	-12.2%	1.13%	1.09%	3.7%
Return on Average Equity	18.20%	23.57%	-22.8%	20.00%	21.58%	-7.3%