



Financial Report

March 31, 2009

Carolina Commerce Bank Condensed Balance Sheets

	March 31, 2009 <i>(Unaudited)</i>	March 31, 2008 <i>(Audited)</i>	Change
Assets			
Cash and Due from Banks	\$ 3,362,357	\$ 2,979,825	12.8%
Interest Bearing Deposits and Fed Funds Sold	159,856	7,667,358	(97.9%)
Investment Securities	17,933,377	7,495,691	139.2%
Gross Loans	76,342,260	71,531,365	6.7%
Allowance for loan losses	(1,238,450)	(1,648,238)	(24.9%)
Net Loans	75,103,810	69,883,127	7.5%
Fixed Assets	3,686,335	3,832,382	(3.8%)
Other Assets	3,287,792	1,352,571	143.1%
Total Assets	<u>\$ 103,533,527</u>	<u>\$ 93,210,954</u>	<u>11.1%</u>
Liabilities			
Deposits			
Noninterest Bearing Demand	\$ 3,635,834	\$ 5,518,086	(34.1%)
Interest Bearing Demand	5,351,713	3,391,886	57.8%
Savings and Money Market	7,358,132	12,821,024	(42.6%)
Time	69,211,283	58,441,070	18.4%
Total Deposits	85,556,962	80,172,066	6.7%
Federal Funds Purchased	-	-	0.0%
Other Short-Term Borrowings	7,700,000	2,000,000	285.0%
Other Liabilities	454,801	199,494	128.0%
Total Liabilities	93,711,763	82,371,560	13.8%
Stockholders' Equity			
Common Stock	6,184,375	6,184,375	0.0%
Surplus	6,911,158	6,902,340	0.1%
Accumulated Deficit	(3,678,769)	(2,430,691)	51.3%
Accumulated Other Comprehensive Income (Loss), net of tax effect	405,000	183,370	120.9%
Total Shareholders' Equity	9,821,764	10,839,394	(9.4%)
Total Liabilities and Shareholders' Equity	<u>\$ 103,533,527</u>	<u>\$ 93,210,954</u>	<u>11.1%</u>

Board of Directors - Carolina Commerce Bank

John S. Lowery (Chairman of the Board) *CEO & Manager Partner, Wealthplan Financial Partners, LLC*
 John A. Boals..... *President, Driven Dynamics Investments, Inc.*
 Duane K. McCallister..... *Retired, former Publisher, The Gaston Gazette*
 Nancy B. Paschall..... *Principal, Mullen, Holland & Cooper, P.A., Attorneys*
 Giusto Piraino *Private Investor, former President and CEO, Stefano Foods, Inc.*
 Peter D. Rauch *Private Investor, former CEO, Rauch Industries, Inc.*
 Frederick P. Spach, Jr. *President and CEO, Carolina Brush Manufacturing Co., Inc.*

Carolina Commerce Bank Condensed Statements of Operations

	Three Months and YTD Ended		
	March 31, 2009 <i>(Unaudited)</i>	March 31, 2008 <i>(Unaudited)</i>	Change
Interest Income			
Loans and Fees on Loans	\$ 1,097,718	\$ 1,324,013	(17.1%)
Investment Securities	241,441	102,169	136.3%
Other interest income	2,348	25,497	(90.8%)
Total Interest Income	1,341,507	1,451,679	(7.6%)
Interest Expense			
Deposits	680,250	791,832	(14.1%)
Other interest expense	11,900	19,041	(37.5%)
Total Interest Expense	692,150	810,873	(14.6%)
Net Interest Income	649,357	640,806	1.3%
Provision for Loan Losses	305,000	75,535	303.8%
Net Interest Income after Provision for Loan Losses	344,357	565,271	(39.1%)
Noninterest Income			
Service Charges	8,407	18,171	(53.7%)
Other Income	7,610	37,682	(79.8%)
Total Noninterest Income	16,017	55,853	(71.3%)
Noninterest Expense			
Salaries and Employee Benefits	392,463	408,918	(4.0%)
Occupancy and Equipment	94,379	73,040	29.2%
Other Expenses	307,483	311,997	(1.4%)
Total Noninterest Expense	794,325	793,955	0.0%
Net (Loss) Income before Income Taxes	(433,951)	(172,831)	151.1%
Income Taxes	-	-	0.0%
Net (Loss) Income	<u>\$ (433,951)</u>	<u>\$ (172,831)</u>	<u>151.1%</u>
Net Interest Margin	2.67%	3.07%	(13.0%)