

NOTE 3 - INVESTMENT SECURITIES:

The amortized cost and fair values of investment securities, with gross unrealized gains and losses, consist of the following:

(dollars in thousands)	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
December 31, 2002				
Securities available for sale:				
U.S. Government and federal agency obligations	\$ 5,000	\$ 157	\$ —	\$ 5,157
Obligations of state and political subdivisions	25,506	438	(37)	25,907
Mortgage backed securities	253,467	2,598	(425)	255,640
Other debt securities	15,441	265	(74)	15,632
Marketable equity securities	7,305	—	(5)	7,300
Total securities available for sale	\$306,719	\$3,458	\$(541)	\$309,636
Securities held to maturity:				
U.S. Government and federal agency obligations	\$ 10,000	\$ 344	\$ —	\$ 10,344
Obligations of state and political subdivisions	17,285	327	(72)	17,540
Mortgage backed securities	31,201	1,515	—	32,716
Total securities held to maturity	\$ 58,486	\$2,186	\$ (72)	\$ 60,600
December 31, 2001				
Securities available for sale:				
U.S. Treasury securities	\$ 5,002	\$ 109	\$ —	\$ 5,111
U.S. Government and federal agency obligations	34,998	5	(232)	34,771
Obligations of state and political subdivisions	7,823	—	(81)	7,742
Mortgage backed securities	125,449	1,476	(350)	126,575
Other debt securities	38,332	325	(103)	38,554
Marketable equity securities	7,084	—	(12)	7,072
Total securities available for sale	\$218,688	\$1,915	\$(778)	\$219,825
Securities held to maturity:				
U.S. Government and federal agency obligations	\$ 34,248	\$ —	\$(433)	\$ 33,815
Obligations of state and political subdivisions	13,202	—	(374)	12,828
Mortgage backed securities	54,582	841	—	55,423
Other debt securities	50	—	—	50
Total securities held to maturity	\$102,082	\$ 841	\$(807)	\$102,116

Securities with carrying values of \$160,352,000 and \$135,608,000 at December 31, 2002 and 2001, respectively were pledged to secure public deposits and other borrowings.