

Certificates of deposit reflect contractual maturities only. Money market accounts are rate sensitive and accordingly, a higher percentage of the accounts have been included as repricing immediately in the first period. Savings and NOW accounts are not as rate sensitive as money market accounts and for that reason a significant percentage of the accounts are reflected in the 1-to-5 year category.

We have been successful in meeting the interest sensitivity objectives set forth in our policy. This has been accomplished primarily by managing the assets and liabilities while maintaining our traditional high credit standards.

**INTEREST-EARNING ASSETS AND INTEREST-BEARING LIABILITIES REPRICING SCHEDULE
("GAP" TABLE)**

As of December 31, 2012

	3 months or less	3 to 12 months	1 to 5 years	Over 5 years	Total
(Dollars in thousands)					
Interest-earning assets:					
Investment securities	\$ 14,009	\$ 17,031	\$ 105,898	\$ 81,600	\$ 218,538
Loans	64,817	136,433	107,800	14,027	323,077
Total interest-earning assets	\$ 78,826	\$ 153,464	\$ 213,698	\$ 95,627	\$ 541,615
Interest-bearing liabilities:					
Certificates of deposit	\$ 39,285	\$ 76,478	\$ 55,063	\$ 109	\$ 170,935
Money market and NOW accounts	-	15,006	175,303	-	190,309
Savings accounts	-	-	45,365	-	45,365
Borrowed money	24,250	27	10,145	25,545	59,967
Total interest-bearing liabilities	\$ 63,535	\$ 91,511	\$ 285,876	\$ 25,654	\$ 466,576
Interest sensitivity gap per period	\$ 15,291	\$ 61,953	\$ (72,178)	\$ 69,973	\$ 75,039
Cumulative interest sensitivity gap	15,291	77,244	5,066	75,039	
Cumulative gap as a percent of total interest-earning assets	2.82%	14.26%	0.94%	13.85%	
Cumulative interest sensitive assets as a percent of cumulative interest sensitive liabilities	124.07%	149.82%	101.15%	116.08%	