

Century Bank
Balance Sheets
(Unaudited)
March 31, 2008 and 2007

| ASSETS | 2008 | 2007 |
|---|--------------|--------------|
| Cash and cash equivalents: | | |
| Cash and due from banks | \$ 1,955,071 | \$ 1,768,823 |
| Federal funds sold | 6,385,000 | 3,785,000 |
| Interest-bearing deposits with banks | 3,559,770 | 5,512,775 |
| Total cash and cash equivalents | 11,899,841 | 11,066,598 |
| Investment securities available for sale | 340,552 | 421,448 |
| Loans, net | 59,004,895 | 46,445,547 |
| Premises and equipment, net | 269,775 | 233,749 |
| Interest receivable and other assets | 841,570 | 417,466 |
| Total assets | \$72,356,633 | \$58,584,808 |
| | | |
| LIABILITIES AND STOCKHOLDERS' EQUITY | | |
| | | |
| Liabilities: | | |
| Deposits: | | |
| Demand | \$15,339,462 | \$15,950,839 |
| Savings and money market | 27,432,341 | 20,443,737 |
| Time | 15,222,798 | 10,552,056 |
| Total deposits | 57,994,601 | 46,946,632 |
| Borrowings | 4,000,000 | 2,000,000 |
| Interest payable and other liabilities | 212,698 | 110,786 |
| Total Liabilities | 62,207,299 | 49,057,418 |
| | | |
| Stockholders' equity: | | |
| Preferred stock, no par value; | | |
| No shares issued or outstanding | -- | -- |
| Common stock, no par value; | | |
| 1,000,000 shares issued and outstanding | 10,038,137 | 9,985,852 |
| Retained earnings (accumulated deficit) | 110,217 | (453,444) |
| Accumulated other comprehensive income (loss) | 980 | (5,018) |
| Total stockholders' equity | 10,149,334 | 9,527,390 |
| | | |
| Total liabilities and stockholders' equity | \$72,356,633 | \$58,584,808 |

Century Bank
Statements of Income
(Unaudited)

| | Three months ended March 31, | |
|---|------------------------------|-------------------|
| | 2008 | 2007 |
| Interest Income: | | |
| Interest and fees on loans | \$1,155,889 | \$ 945,894 |
| Investment securities available-for-sale | 4,240 | 11,921 |
| Deposits with banks | 6,751 | 9,580 |
| Federal funds sold | 23,755 | 38,428 |
| Total interest income | <u>1,190,635</u> | <u>1,005,823</u> |
| Interest expense: | | |
| Interest-bearing demand | 38,888 | 44,773 |
| Savings and money market | 172,526 | 188,600 |
| Time deposits | 163,050 | 127,339 |
| Borrowings | 44,261 | 13,065 |
| Total interest expense | <u>418,726</u> | <u>373,777</u> |
| Net interest income | 771,909 | 632,046 |
| Loan loss provision | <u>(430)</u> | <u>53,450</u> |
| Net interest income after loan loss provision | 772,339 | 578,596 |
| Non-interest income | 32,055 | 25,943 |
| Non-interest expenses: | | |
| Salaries and employee benefits | 379,002 | 261,916 |
| Occupancy and equipment | 83,615 | 67,082 |
| Data processing | 71,403 | 62,497 |
| Professional fees | 33,503 | 30,490 |
| Other | 80,983 | 65,140 |
| Total non-interest expenses | <u>648,506</u> | <u>487,125</u> |
| Income before income taxes | 155,888 | 117,414 |
| Provision for income taxes | <u>54,900</u> | <u>--</u> |
| Net income | <u>\$ 100,988</u> | <u>\$ 117,414</u> |
| Earnings per share: | | |
| Basic | <u>\$.10</u> | <u>\$.12</u> |
| Diluted | <u>\$.10</u> | <u>\$.11</u> |

April 16, 2008

To our Shareholders, Customers and Friends:

We are very pleased to provide our first quarter 2008 performance results. Century Bank recorded pre-tax income of \$155,888 for the three month period ended March 31, 2008 which compares very favorably to pre-tax income of \$117,414 earned during the three month period ended March 31, 2007. Century Bank has now completed four full years of operations and has recovered, through earnings, all of the expenses associated with opening a new business. As of March 31, 2008, our income is fully taxable so a new expense category appears on our income statement which did not appear before.

Century Bank's income, net of taxes, at March 31, 2008 was \$100,988, or \$.10 per diluted share, as compared to net income of \$117,414, or \$.11 per diluted share at March 31, 2007.

At March 31, 2008, total assets increased 24% to \$72,356,633, as compared to total assets of \$58,584,808 at March 31, 2007. Net loans increased 27% to \$59,004,895 at March 31, 2008, as compared to net loans of \$46,445,547 at March 31, 2007. Net loans represent Century Bank's largest earning asset, and provide the highest return to the Bank. Century Bank's loan portfolio is of the highest quality and is diversified across many business sectors.

The growth in total assets and net loans was matched by an increase in total deposits, which increased 24% to \$57,994,601 at March 31, 2008, as compared to total deposits of \$46,946,632 at March 31, 2007.

Century Bank continues to expand its staff to accommodate the growth. We have completed relocating all lending personnel to the loan center on the second floor of our building, and are poised to take advantage of the business opportunities this move will offer.

Century Bank stock continues to be quoted on the Over-the-Counter Bulletin Board under the symbol "CBAO." The stock continues to trade on an expanding basis.

Thank you for your continued support. We look forward to sharing our continuing results in future releases.

Marty W. Smith
Chairman of the Board

Thomas P. Widmer
President & C.E.O.

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Board of Directors:

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