

The following is BAC's Quarterly Review of the Rhode Island banking industry for the quarter ending June 30, 2006. It includes data on all 12 Federal and State chartered commercial banks, savings banks and savings and loan associations in Rhode Island. Our analysis on pages 6-8 also presents a four-year retrospective between 2003-2006 using aggregate industry data. All financial data is based on Call Reports from the FDIC and OTS. Bank stock data as of 9/29/06 is included on pages 15-16.

In certain states, recent merger/acquisition activity has resulted in a single bank charter now operating branches across more than one state, thereby complicating the construction of a "statewide" balance sheet and income statement. This is because Call Report data is collected based on the state of record for the bank charter. Rhode Island is among those states impacted by this change. Therefore, year-to-year comparisons in the aggregate statewide data should be used with caution as can be seen in the data below. Here is a synopsis of the Rhode Island banking industry for the quarter ending June 30, 2006:

## SECOND QUARTER 2006 STATUS REPORT:

On an aggregate basis, the 12 banks in Rhode Island (down from 15 in December of 2003), recorded a 4% increase in earnings for the three month period ending 6/30/06 relative to the same period in 2005. However, the aggregate data is distorted by unusual performance swings by large banks, one-time restructuring charges associated with mergers and acquisitions and jurisdictional reporting changes. A closer inspection of the banks existing in both time periods however, indicates that 7 institutions (58%) registered a decrease and 5 institutions (42%) reported an increase. The median performance for all institutions was a -24.9% decrease. Nonetheless, 83% of all institutions were profitable during Q2-06. Here is the aggregate data; individual institutional data is contained on pages 9-14.

12 RHODE ISLAND	12 Months	6 Months	6 Months	% Change
INSTITUTIONS	Ending:	Ending:	Ending:	6 Mos. '05 vs
(see pages 6-8 for complete details)	12/31/05	<u>6/30/05</u>	<u>6/30/06</u>	6 Mos. '06
Net Income After Tax (\$ millions)	\$238	\$109	\$113	4%
Return on Assets (R.O.A.)	1.26%	1.20%	1.10%	
Gross Loans (\$ billions)	\$12.4	\$12.0	\$13.0	7%
Deposits (\$ billions)	\$13.2	\$14.0	\$15.0	9%
Net Interest Margin	3.47%	3.60%	3.14%	
Efficiency Ratio	56.3%	55.4%	57.3%	
Non-Interest Inc. % Avg. Assets	1.6%	1.6%	1.7%	
Non-Performing Assets (\$ millions)	\$29	\$28	\$65	134%
Tier 1 Leverage	7.9%	7.7%	8.3%	
Reserves % Non-Perf. Loans	414%	449%	200%	
Provision for Losses (\$ millions)	\$41	\$(34)	\$23	-31%
Liquidity (loans % deposits)	94%	86%	84%	

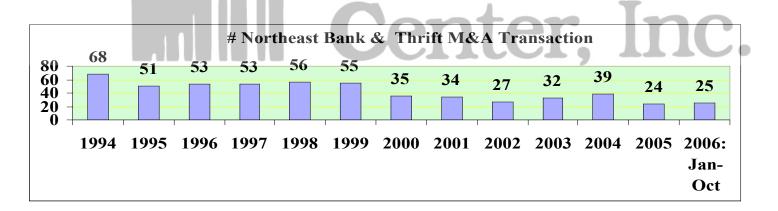
We include below 6-*month* summary data (as of 6/30/06) on the banking industries in each of the six New England states along with New York, New Jersey and Pennsylvania:

NORTHEAST BANKING D	ATA as	of 6/30/	06				New			
(\$=Billions, except net inc.)	СТ	ME	MA	NH	RI	VT	Eng.	NY	NJ	PA
# Banking Institutions	56	37	190	26	12	19	340	199	131	254
% Institutions Profitable	89%	97%	94%	100%	83%	100%	96%	89%	89%	89%
Total Assets (\$ Bils)	\$64	\$56	\$238	\$19	\$21	\$8	\$408	\$1,301	\$144	\$415
Total Deposits (\$ Bils)	\$47	\$39	\$173	\$13	\$15	\$7	\$295	\$893	\$95	\$296
Gross Loans (\$ Bils)	\$45	\$38	\$94	\$13	\$13	\$6	\$209	\$712	\$82	\$246
Net Inc. After Tax (\$ Mils)	\$312	\$272	\$1,196	\$107	\$113	\$52	\$2,052	\$7,864	\$786	\$1,918
Return on Assets (R.O.A.)	0.99%	1.04%	1.02%	1.12%	1.10%	1.24%	1.06%	1.26%	1.12%	0.95%
Return on Equity (R.O.E.)	8.53%	5.83%	11.66%	11.58%	13.39%	14.36%	10.2%	12.79%	10.13%	10.58%
Net Interest Margins	3.47%	4.31%	2.41%	3.38%	3.14%	4.27%	2.92%	3.21%	2.80%	3.07%
Efficiency Ratio	64.5%	63.91%	68.6%	56.7%	57.3%	63.9%	66.6%	62.3%	52.5%	64.9%
Non-Perf. Assets % Assets	0.20%	_0.31%	0.10%	0.20%	0.30%	0.50%	0.20%	0.40%	0.20%	0.30%

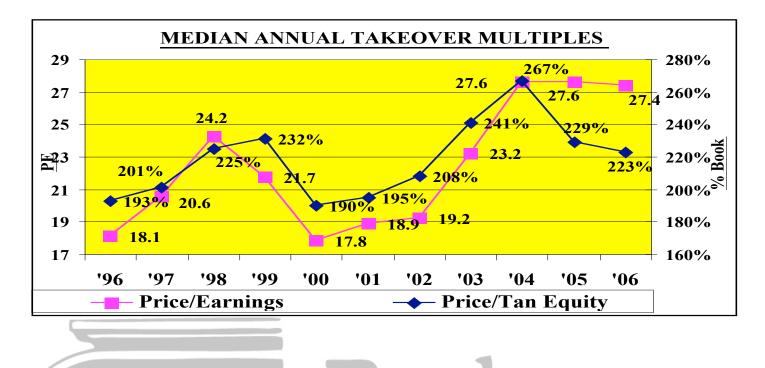
## MERGER / ACQUISITION DATA AND COMPARATIVE STOCK PRICE MULTIPLES:

On the following pages (pages 4-5) we have compiled information concerning recent merger and acquisition trends and also stock price indicators for both banks and thrifts for the trailing twelve months ending in October 2006.

Although the *number* of Northeast mergers and acquisitions between banks and thrifts has decreased since the 1990's, their *pricing* (both as a multiple of earnings as well as book equity) and *bank stock PE ratios* have increased steadily and peaked in 2004. Present takeover multiples appear to be firming as can be seen below.



For the 30 transactions in the Northeast <u>completed</u> over the last 12 months between October 2005 and October 2006 the median price for all deals (banks & thrifts) was approximately 223% of tangible book equity and a multiple of 27X earnings. Please call us if we can add any clarification to the variation in these statistics. BAC is an active participant in merger and acquisition advisory services.



## MARKET RESEARCH SERVICE

Included in this edition of the Quarterly Review is a descriptive packet of information concerning BAC's market research capabilities on economics, demographics, banking industry competition and commercial businesses. These packets are available for your individual branch banking markets in Connecticut. We would invite you to review this material and to contact us if you might wish to procure this information for your institution. It is not very expensive. Our New England-wide databases, combined with our reporting capabilities and proprietary software, can produce insightful and valuable reconnaissance tools to help guide your institution in the following:

- ✓ Market Segmentation
- ✓ Product Development & Positioning
- ✓ Business Development Initiatives
- ✓ Consumer Behavior

Competitive Analysis Start-up Branch Site Location Branch Purchase Analysis

✓ Merger/Acquisition Analysis

The second item included in this edition of the Quarterly Review is a subscription form. If you would like to continue receiving the Review, please complete the form and return it to our offices. If you are already a subscriber, we thank you for your confidence. Your subscription expiration date is on the label of the envelope in which you received the Review. We would appreciate any feedback on how to improve the Review. We are aware that through a data base error, a number of subscribers did not receive certain quarters of the Review last year. If you are a subscriber and need these past issues, please contact Ms. Tamica Curling at 860-275-6050 and we will forward them to you. Alternatively, if you would like to extend your subscription by the number of quarters that you missed please indicate that to Ms. Curling. This data will soon be available by subscription on BAC's website.

If you would like to hear more about our investment banking and consulting services, please contact me personally. BAC specializes in helping clients develop and execute strategies. We are consultants and investment banking advisors to the banking industry throughout New England, New York, Pennsylvania and New Jersey. Our services are listed on the back cover of this publication.

#### John S. Carusone, President

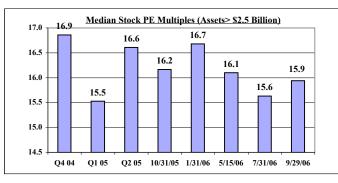


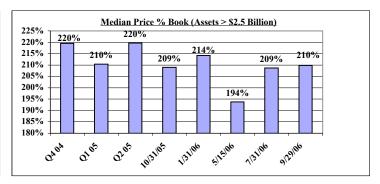
35.0 - 30.0 - 25.0 - 20.0 - 15.0 - 10.0 -	27.8 20.4 22.1 18.2	29.6 20 19.1 '02 '03	.3	16.2 Oct. '05	Acquisitio	ons: rifts M)	29 27 25 23 201 21 4 19 17 18 17 19 17 18	24.2 % 225 % 20.6 .1 '97 '98 'rice/Earni		2 208 95% 18.9 19, '02	267% 7.6 27. 241% -23.2	229% 25.0 223%	280% 260% 240% 220% 200% 180% 160%
	<u>Buyer</u>	Assets		<u>Target</u>	Assets		Completion	Deal \$			PRI	ICE:	
		\$MM's	State		\$MM's	State		\$ MM's	Payment	% Equity	% Tan. Eq.	(X) LTM Inc	% Dep
#REF	F.N.B. Corporation	5,609,386	PA	North East Bancshares, Inc.	66,647	PA	10/7/05	14,765	Common Stock	2.15	2.16	N/A	24.85
	Interchange Financial Services Corp.		NJ	Franklin Bank	81,046	NJ	10/13/05	22,151	Common Stock	1.94	1.94	13.53	26.34
#REF!	e 1	2,387,934	PA	Northwood Savings Bank	9,251	PA	11/14/05	N/A	N/A	N/A	N/A	N/A	N/A
	UCBH Holdings Inc.	7,037,174	CA	Asian American Bank & Trust	127,121	MA	11/29/05	34,300	Cash,Common S		1.95	61.69	31.4
#REF!	e e	25,204,692	NY	Long Island Financial Corp.	539,679	NY	12/30/05	62,984	Common Stock	2.2	2.2	19.39	15.75
(1)	Hudson Valley Holding Corp.	-	NY	New York National Bank	138,565	NY	1/3/06	13,404	Cash,Preferred S	1.88	1.88	N/A	10.4
(2)	NewAlliance Bancshares, Inc.	6,490,974	СТ	Cornerstone Bancorp, Inc.	232,789	CT	1/3/06	52,877	Cash,Common S		1.93	32.6	28.18
(3)	Sun Bancorp, Inc.	3,140,962	NJ	Advantage Bank	165,981	NJ	1/19/06	35,941	Cash,Common S	2.35	2.35	38.51	21.35
(4)	National Penn Bancshares, Inc.	4,593,900	PA	Nittany Financial Corp.	326,517	PA	1/26/06	99,050	Cash,Common S		3.93	25.03	40.15
(5)	First Republic Bank	8,441,586	CA	First Signature Bank & Trust C		NH	1/31/06	N/A	N/A	N/A	N/A	N/A	N/A
(6)	Fulton Financial Corporation	11,571,083	PA	Columbia Bancorp	91,331	MD	2/1/06	306,268	Cash,Common S	3.09	3.09	18.84	30.03
(7)	NBT Bancorp, Inc.	4,255,439	NY	CNB Bancorp, Inc.	32,550	NY	2/10/06	88,575	Cash,Common S	2.08	2.49	27.38	25.83
(8)	TD Banknorth, Inc.	31,784,335	ME	Hudson United Bancorp	432,975	NJ	2/1/06	1,923,126	Cash,Common S		4.55	17.03	28.09
(9)	Two River Community Bank	258,513	NJ	The Town Bank	147,005	NJ	4/3/06	40,321	Common Stock	2.36	2.36	24.79	25.67
(10)	Susquehanna Bancshares, Inc.	7,539,967	PA	Minotola National Bank	623,434	NJ	4/21/06	165,112	Cash,Common S	-	2.06	26.14	30.14
(11)		25,014,944	NY	Atlantic Bank of New York	2,916,664	NY	4/28/06	400,000	Cash	1.45	1.76	12.83	23.91
(12)	Orrstown Financial Services Inc.	581,180	PA	First National Bank of Newport	123,155	PA	5/1/06	32,855	Cash,Common S		2.43	22.64	31
(13)	Cathay General Bancorp, Inc.	6,157,499	CA	Great Eastern Bk	320,510	NY	5/15/06	84,944	Cash,Common S	2.62	2.62	30.37	28.72
(14)	Wilshire Bancorp, Inc.	1,457,025	CA	Liberty Bank of New York	55,704	NY	5/22/06	14,600	Cash,Common S	N/A	N/A	N/A	N/A
(15)	F.N.B. Corporation	5,703,659	PA	Legacy Bank	382,139	PA	5/26/06	63,016	Cash,Common S	1.66	2.11	60.73	21.36
(16)	Sovereign Bancorp, Inc.	62,941,898	PA	Independence Community Banl		_	6/1/06	3,577,980	Cash	1.50	3.41	17.76	31.47
(17)	Tower Bancorp, Inc.	346,828	PA	FNB Financial Corporation	180,686	PA	6/1/06	29,745	Cash,Common S		2.23	22.42	20.51
(18)	Flushing Financial Corp.	2,306,030	NY	Atlantic Liberty Financial Corp		NY	6/30/06	44,198	Cash,Common S		1.52	86.15	41.53
(19)	Franklin Financial Services Corporati		PA	Fulton Bancshares Corporation		PA	7/1/06	23,530	Cash,Common S	1.6	1.6	N/A	21.76
(20)	Hudson City Bancorp, Inc.	,	NJ	Sound Federal Bancorp	1,149,326	NY	7/14/06	264,872	Cash	1.99	2.23	61.47	25.5
(21)	, , , , , , , , , , , , , , , , , , , ,		NY	ES&L Bancorp, Inc.	210,883	NY	8/14/06	38,963	Cash	1.78	1.78	13.86	28.8
(22)	Centra Financial Holdings		WV	Smithfield State Bank		PA	8/25/06	28,800	Cash	1.49	1.5	39.61	13.35
(23)	First Commonwealth Financial Corpo		PA	Laurel Capital Group, Inc.	314,295	PA	8/28/06	58,337	Cash,Common S	2.02	2.28	28.21	21.73
(24)	Allegheny Valley Bancorp		PA	RSV Bancorp Inc.	76,033	PA	9/11/06	16,220	Cash	2.36	2.36	45.06	28.28
(25)		660,993	NY	Community Capital Bank	159,785	NY	9/29/06	11,100	Cash	1.46	1.46	75.29	7.68
· /	J.P. Morgan Chase & Company	1,198,942,000		Bank of New York	87,750,000	NY	10/2/06	3,100,000	Cash	0.36	0.55	2.42	4.68
(27)	Alliance Financial Corporation	980,421	NY	Bridge Street Financial, Inc.	227,400	NY	10/6/06	57,594	Cash,Common S	2.15	2.46	63.98	31.13
(28)	Webster Financial Corp.	17,907,186	СТ	NewMil Bancorp, Inc.	877,774	СТ	10/6/06	173,529	Common Stock	3.21	3.79	19.74	27.1
(29)	Passumpsic Bancorp		VT	Siwooganock Holding Co, Inc.	139,194	NH	10/18/06	16,698	Cash	1.25	1.25	19.37	14.34
	AVERAGE									207%	227%	33.1	24.5
	MEDIAN									199%	221/0	25.6	
										0.36	0.55		
	MINIMUM VALUE												

#### **NORTHEAST BANKING STOCK TRADING DATA THROUGH 9/29/2006**

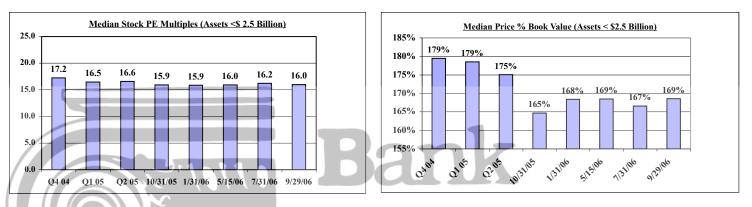
PREPARED BY: BANK ANALYSIS CENTER, INC., HTFD. CT

#### COMMERCIAL BANKS ASSETS GREATER THAN \$2.5 BILLION

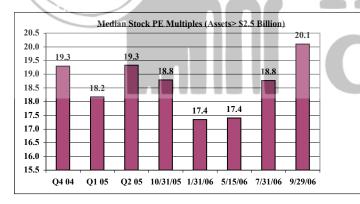


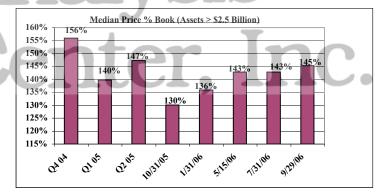


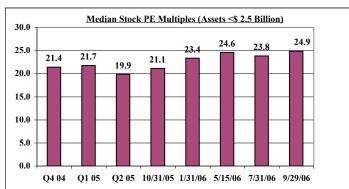
#### ASSETS LESS THAN \$2.5 BILLION



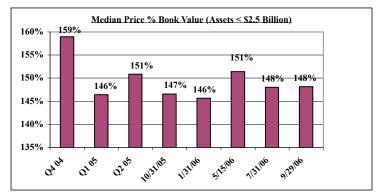
#### THRIFTS ASSETS GREATER THAN \$2.5 BILLION







#### ASSETS LESS THAN \$2.5 BILLION



Copyright Bank Analysis Center, Inc.2006 Reproduction or distribution not authorized

BANK ANALYSIS CENTER, INC. HARTFORD, CT 860-275-6050 Contact: John S. Carusone, President

PREPARED BY:

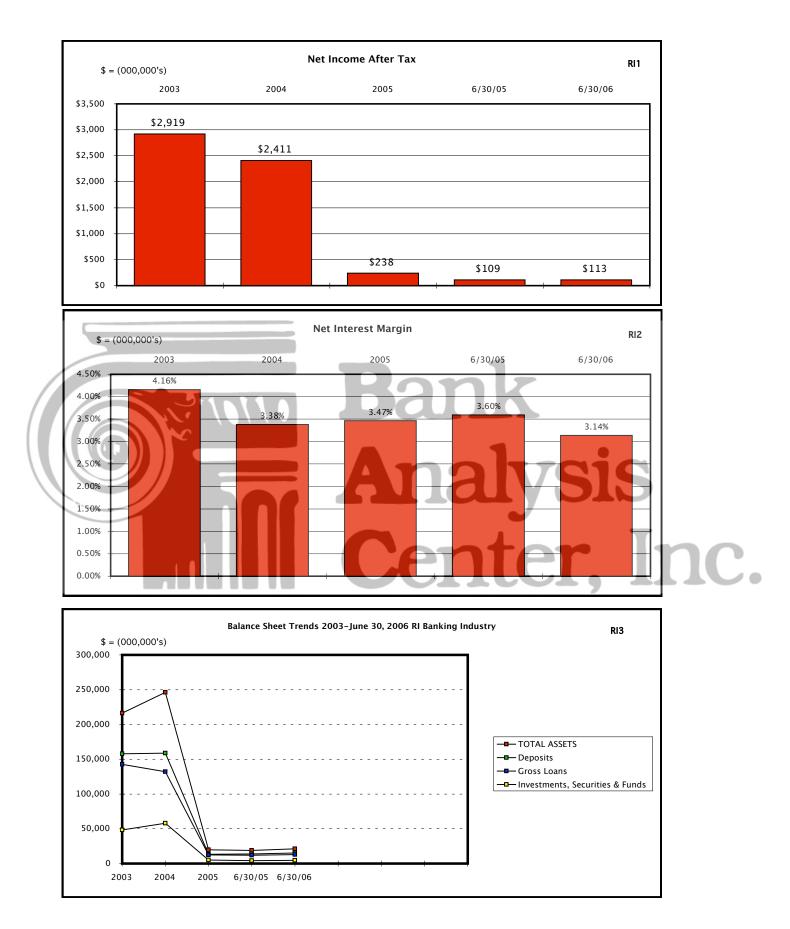
#### AGGREGATE RHODE ISLAND BANKING INDUSTRY DATA AT 6/30/2006

(All Federal and State Chartered Savings Banks, Commercial Banks and Savings & Loan Assocs.) (Note: excludes trust companies and credit unions)

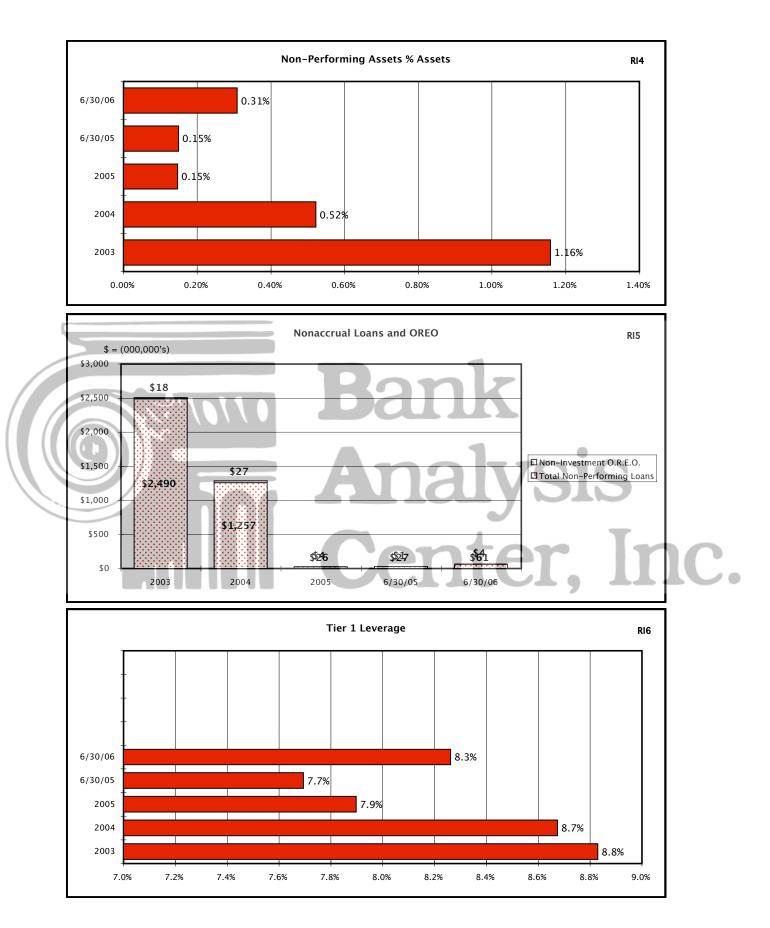
	contact: control our done, i resident									
	(NOTE: \$ in 000,000's @ Period End):	2003	2004	2005	6/30/05	6/30/06	2005 -	6/30/06	6/30/05 -	6/30/06
	NM = Not Meaningful			·	·					
	-						Increase/(	Decrease)	Increase/(E	Decrease)
	BASIC DATA:						<u>\$</u>	%	<u>\$</u>	%
	INSTITUTION COUNT: (Banks, Savings Banks & S&L's)								NM = Not Mean	ingful
(1)	Beginning balance # Institutions:	15	15	13	14	12				
(2)	- Number of institutions reduced through mergers	0	0	1	1	0	-1			
(3)	+ Number of new institutions receiving permanent new charters	0	0	0	0	0	0			
(4)	<ul> <li>Number institutions failing/retiring in calendar year</li> </ul>	0	0	0	0	0	0			
(5)	(Cumulative number of failed institutions)	0	0	0	1	1	1			
(6)	Ending balance # institutions period end:	15	15	12	13	12	(1)	-8%	(1)	-8%
(7) (8)	# Reporting profits % Reporting Profits	12 80%	13 87%	10 83%	11 85%	10 83%				
(0)		00,0	01,0	00,0	00,0					
	BALANCE SHEET DATA: ASSETS									
(9)	ASSETS Gross Loans	142,588	131,911	12,450	11,936	12,728	278	2%	791	7%
(10)	-Allowance for Loan Losses	3,243	2,902	106	121	122	16	15%	2	2%
(11)	Net Loans	139,345	129,009	12,344	11,816	12,605	262	2%	789	7%
(12)	Investments, Securities & Funds	48,319	57,846	4,877	4,323	4,634	(243)	-5%	311	7%
(13)	TOTAL EARNING ASSETS	187,664	186,856	17,221	16,138	17,239	18	0%	1,101	7%
(14)	90 Days Past Due Loans	529	453	7	4	5	(2)	-33%	1	17%
(15)	+Non-Accrual Loans	1,961	805	19	23	56	38	204%	34	148%
(16)	=Total Non-Performing Loans	2,490	1,257	26	27	61	36	139%	34	128%
(17)	OREO(Non-Direct Investment)	18	27	4	1	4	0	4%	3	286%
(18)	TOTAL NON-PERFORMING ASSETS	2,508	1,284	29	28	65	36	122%	37	134%
(19)	All Other Assets (Cash Due,Bldgs,Prems.&Equip,Intngs,Other Assets)	26,310	57,930	2,744	2,472	3,829	1,085	40%	1,357	55%
(20)	TOTAL ASSETS	216,482	246,069	19,994	18,638	21,133	1,139	6%	2,495	13%
		_								
	LIABILITIES & EQUITY									
(21)	Total deposits	158,000	158,583	13,279	13,844		1,784	13%	1,219	9%
(22) (23)	All other borrowings & liabilities Total equity capital and surplus	35,466 23,016	35,890 51,597	5,059 1,656	3,247 1,547	4,343 1,727	(716) 71	-14% 4%	1,096 180	34% 12%
(23)	TOTAL LIABILITIES & EQUITY	216,482	246,069	19,994	18,638	21,133	1,139	4 % 6%	2,495	12%
1										
	INCOME STATEMENT:						(Annu	alized)		
(25)	Net Interest Earned	7,609	6,436	567	285	272	(23)	-4%	(13)	-5%
(26)	+Non-Interest Income	4,8 <b>93</b>	3,994	299	142	171	43	14%	29	21%
(27)	+Gains/Losses on Securities	153	(22)	16	8	4	(7)	-47%	(4)	-46%
(28) (29)	-Non-Interest Expense -Provision for Loan Losses	6,683 1,360	5,440 860	485	236 34	252 23	19 5	4%	16 (11)	7% -31%
(30)	=Pre Tax Income	4,613	4,108	355	165	171	(12)	-3%	7	-31%
(31)	NET INCOME AFTER TAX	2,919	2,411	238	109	113	(11)	-5%	4	4%
(32)	Charged-Off Loans	2,425	1,292	55	33	18	(19)	-34%	(15)	-45%
(33)	Cumulative Charged-Off Loans	0	0	0	0	0	0	#DIV/0!	0	#DIV/0!
(34)	Number of full time equiv. employees	53,925	47,476	6,799	6,507	6,807	8	0%	300	5%
	PERFORMANCE MEASURES:			- 1 1						
	(all ratios based on period end data unless otherwise indicated)									
(35)	Non-Performing Loans % Gross Loans	1.7%	1.0%	0.2%	0.2%	0.5%	7			
(36) (37)	Non-Performing Assets % Assets Reserve % Non-Performing Loans	1.2% 130%	0.5% 231%	0.1% 414%	0.1% 449%	0.3% 200%				
(37)	Return on Average Assets (R.O.A.)	1.40%	1.04%	1.26%	1.20%	1.10%				
(39)	Return on Average Equity (R.O.E.)	12.84%	6.46%	14.00%	13.23%	13.39%				
(40)	Non-Interest Expense % Average Assets	3.2%	2.4%	2.6%	2.6%	2.5%				
(41)	Non-Interest Income % Average Assets	2.3%	1.7%	1.6%	1.6%	1.7%				
(42)	Non-Interest Expense Efficiency Ratio	53.6%	52.9%	56.3%	55.4%	57.3%				
(43)	Net Interest Margin	4.16%	3.38%	3.47%	3.60%	3.14%				
(44) (45)	Tier 1 Leverage	8.8%	8.7% 9.5%	7.9%	7.7%	8.3% 8.5%				
(45)	Adjusted Tier 1 Leverage COMPOSITION OF EARNING ASSETS	9.2%	9.5%	8.3%	8.2%	8.5%				
(46)	% Investments, Securities, Funds	26%	31%	28%	27%	27%				
(47)	% Loans (net)	74%	69%	72%	73%	73%				
(48)	Total	100%	100%	100%	100%	100%				
(49)	Loans % Deposits	90%	83%	94%	86%	84%				
	Note: Adjusted Tier 1 Leverage: (Common equity + noncumulative. perp. preferred + surplus	+ reserve for loan I	losses - total non-p	erforming loans -	<ul> <li>20% of O.R.E.O.</li> </ul>	-				

Note: Adjusted Tier 1 Leverage: (Common equity + non.-cumulative. perp. preferred + surplus + reserve for loan losses - total non-performing loans - 20% of O.R.E.O. non-qualifying intangibles + unrealized security gains/(losses) + minority interest in consolidated subsidiaries.)/(total assets - non-qualifying intangibles). SM

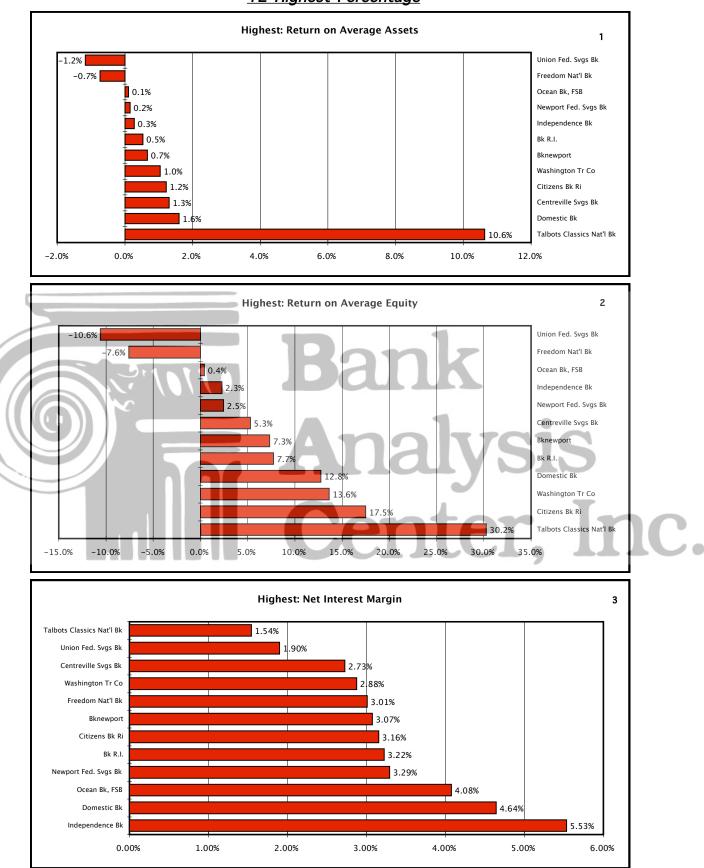
## RHODE ISLAND BANKING INDUSTRY TRENDS AS OF 06/30/06



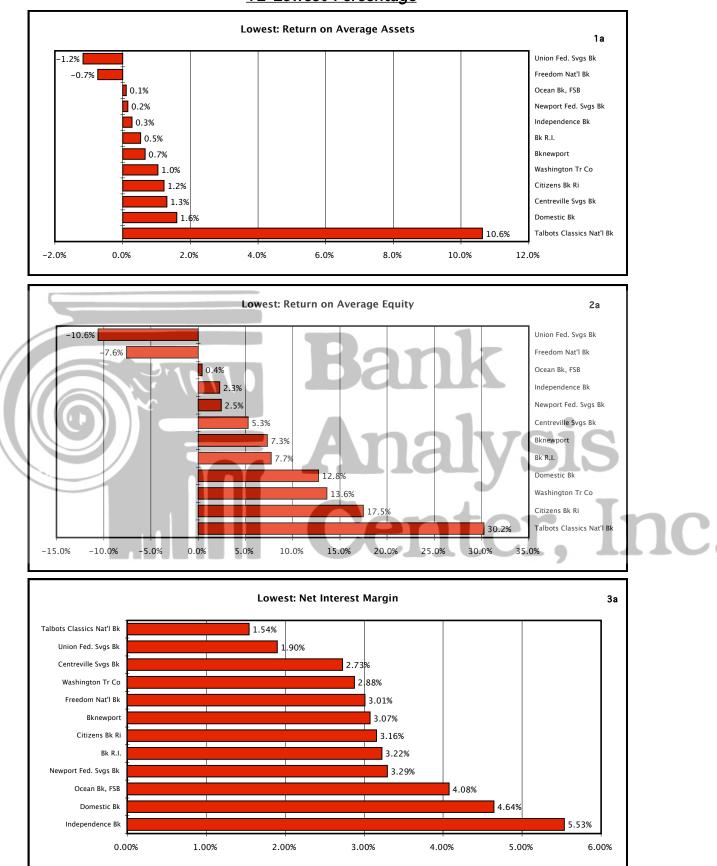
## RHODE ISLAND BANKING INDUSTRY TRENDS AS OF 06/30/06



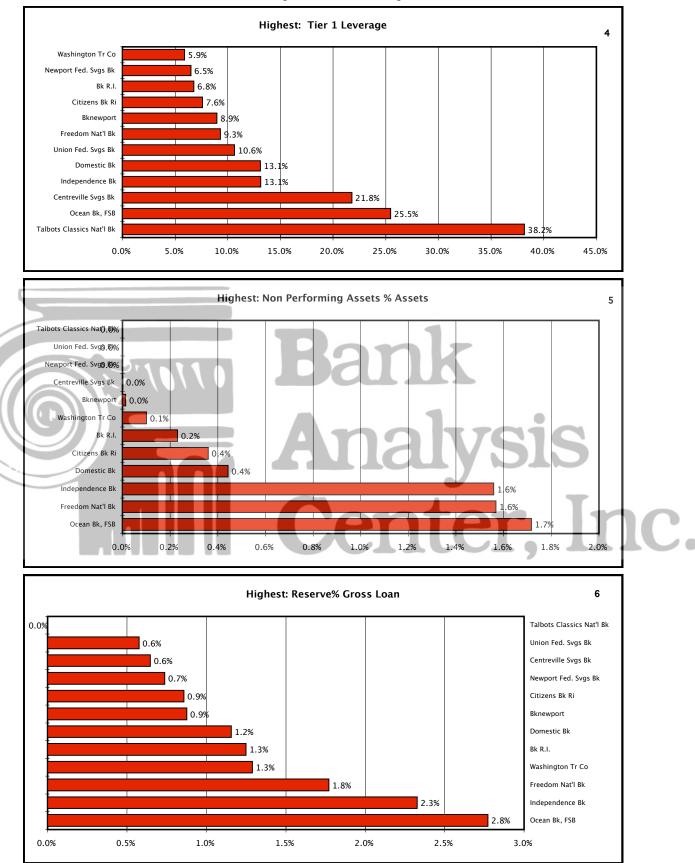
## 12 Highest Percentage

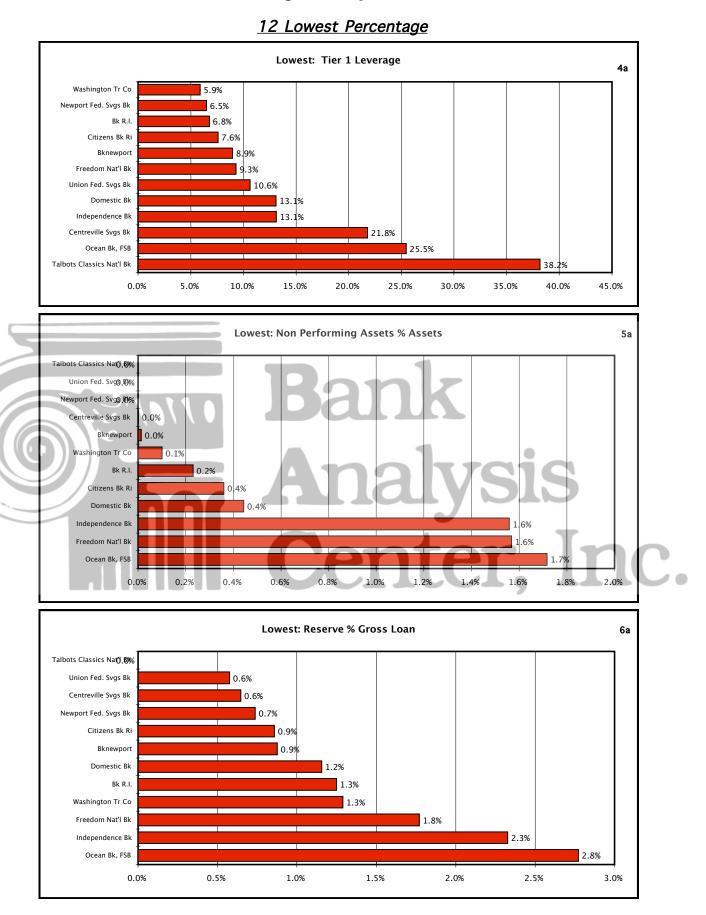


## 12 Lowest Percentage



## 12 Highest Percentage





Prepared by: Bank Analysis Center, Inc.

Hartford, Connecticut (860) 275-6050

#### FINANCIAL CONDITION AND OPERATING PERFORMANCE (DATA AS OF JUNE 30, 2006:

#### **RHODE ISLAND COMMERCIAL BANKS, SAVINGS BANKS & S&L'S** FDIC CALL REPORTS)

And the base         Parter         Notes         Notes        Notes        Notes	Contact: Doug Major, V.P.											•																			
Line         Line <th< th=""><th></th><th>(1)</th><th>(2)</th><th></th><th></th><th>. ,</th><th></th><th>(7)</th><th>(8)</th><th></th><th></th><th></th><th></th><th></th><th></th><th>(15)</th><th></th><th>. ,</th><th></th><th></th><th></th><th></th><th></th><th>(23)</th><th>(24)</th><th>(25)</th><th>(26)</th><th>(27)</th><th>(28)</th><th>(29)</th><th>(30)</th></th<>		(1)	(2)			. ,		(7)	(8)							(15)		. ,						(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)
Let         Test         Test        Test        Test        Tes				<u>B</u> .	ASIC L	DATA (S	<u>ELECT)</u>		UNRLZD.		<u>N O N</u>	- P E R	? F 0	RMI	NG		<u> </u>	ANC	ESHEE	<u>T</u>		<u>C A P</u>	ITAL		<u>(</u>	<u> PER</u>	ATING	2		PRO	<u>F   T</u>
Here         Here <th< th=""><th></th><th></th><th></th><th></th><th>Realized</th><th></th><th></th><th>Investmnts.</th><th>Securities</th><th></th><th>Total</th><th></th><th></th><th></th><th>Non-</th><th>Loans</th><th></th><th></th><th>Commercial</th><th>Retail</th><th>Other</th><th></th><th></th><th>Gross</th><th></th><th>Non-</th><th>Non-</th><th>Non-</th><th>Net</th><th>Return</th><th>Return</th></th<>					Realized			Investmnts.	Securities		Total				Non-	Loans			Commercial	Retail	Other			Gross		Non-	Non-	Non-	Net	Return	Return
Horizota		Total	NET INC	OME	Net	Total	Gross	+ Securities	Gains/	Non-	Non-		Total	Reserve	Perf.	%	Securities		Risk	Risk &			Adj.	Loans	Full	Interest	Interest	Interest	Interest	on	on
Name         Fed         98         96.00	Bank (\$000's)	Assets	After 1	Тах	Gains/	Equity	Loans	+Fed Funds	Losses	qualifying	Performing	Non-	Non-	% Non-	Assets	Earning	% Earning	Reserve	Loans	Loans	Loans	Tier 1	Tier 1	% Total	Time	Income	Expenses	Expense	Margin	Average	Average Ban
Abstr         University         University </td <td>#</td> <td>Period</td> <td>Prior</td> <td>Current</td> <td>(Loss) on</td> <td>or</td> <td>Period</td> <td>Sold</td> <td>"Held to</td> <td>Intangible</td> <td>Loans</td> <td>Investment I</td> <td>Performing</td> <td>Perform.</td> <td>% Assets</td> <td>Assets</td> <td>Assets</td> <td>% Gross</td> <td>% Gross</td> <td>% Gross</td> <td>% Gross</td> <td>Levg.</td> <td>Leverage</td> <td>Deposits</td> <td>Equiv.</td> <td>% Average</td> <td>% Average</td> <td>Effciency (I</td> <td>Estimated)</td> <td>Assets</td> <td>Equity</td>	#	Period	Prior	Current	(Loss) on	or	Period	Sold	"Held to	Intangible	Loans	Investment I	Performing	Perform.	% Assets	Assets	Assets	% Gross	% Gross	% Gross	% Gross	Levg.	Leverage	Deposits	Equiv.	% Average	% Average	Effciency (I	Estimated)	Assets	Equity
Number         Numer         Numer         Numer <td>" Bank Name</td> <td>End</td> <td>06/05</td> <td>06/06</td> <td>Securities</td> <td>Surplus</td> <td>End</td> <td>(Per. End)</td> <td>Maturity"</td> <td>Assets</td> <td>NA's+90+</td> <td>0.R.E.O.</td> <td>Assets</td> <td>Loans</td> <td>(Per. End)</td> <td>(Avg Yr.)</td> <td>(Avg Yr.)</td> <td>Loans</td> <td>Loans (Est.) L</td> <td>Loans (Est.)</td> <td>Loans (Est.)</td> <td>Per. End)</td> <td>(Per. End)</td> <td>(Per. End)</td> <td>Employ.</td> <td>Assets</td> <td>Assets</td> <td>Ratio (Fu</td> <td>ll Tax Eqv)</td> <td>(After tax)</td> <td>(After tax)</td>	" Bank Name	End	06/05	06/06	Securities	Surplus	End	(Per. End)	Maturity"	Assets	NA's+90+	0.R.E.O.	Assets	Loans	(Per. End)	(Avg Yr.)	(Avg Yr.)	Loans	Loans (Est.) L	Loans (Est.)	Loans (Est.)	Per. End)	(Per. End)	(Per. End)	Employ.	Assets	Assets	Ratio (Fu	ll Tax Eqv)	(After tax)	(After tax)
011       05.385       028 <t< td=""><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td>-</td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td></t<>									-																						
Displan         10.08.5         10.08.5         10.08.5         2.00         0         2.00         0        0        0		66,385	(28)	(240)	0	6,209	45,118	18,182	0	0	1,041	0	1,041	77%	1.6%	71%	29%	1.8%	77%	23%	0%	9.3%	8.9%	75%	13	0.16%	2.84%	93.9%	3.01%	-0.74%	-7.6% (1)
(1)       (1)       (1)       (2)       (	(2) Independence Bank	46,772	227	66	0	5,800	26,351	16,592	(182)	514	729	0	729	84%	1.6%	65%	35%	2.3%	62%	38%	0%	13.1%	12.4%	74%	22	5.12%	8.71%	84.9%	5.53%	0.28%	2.3% (2)
Subtrovirul         162/74         67/7         194         0         22,27         68,677         55,68         (182)         56         17,70         68,77         58,68         0.17         0         77,70         85,77         17,70         68,77         17,70         68,77         17,70         55,70         25,70         17,70         55,70         25,70<	(3) Talbots Classics National Bank	10,685	521	560	0	3,980	0	9,928	0	0	0	0	0	0%	0.0%	0%	100%	0.0%	0%	0%	0%	38.2%	38.2%	0%	10	67.66%	52.67%	76.4%	1.54%	10.63%	30.2% (3)
NUM         4.2.22         100         (8)         0         5.01         2.1.80         17.337         0         0         365         37%         47%         12%         33%         31%         0%         1.9%         11.7%         62%         13         3.9%         6.7%         4.9%         2.2%         12%         33%         31%         0%         1.9%         11.7%         62%         13         3.9%         6.7%         4.9%         1.2%         33%         31%         0%         1.9%         1.1%         6.7%         4.2%         1.5%         6.7%         4.7%         2.8%         1.5%         6.7%         2.5%	(4) Union Federal Svgs Bank	38,872	(43)	(232)	0	4,228	17,008	20,932	0	0	0	0	0	0%	0.0%	49%	51%	0.6%	5%	95%	0%	10.6%	10.9%	50%	13	1.60%	4.69%	136.9%	1.90%	-1.17%	-10.6% <mark>(4)</mark>
NUM         4.2.22         100         (8)         0         5.01         2.1.80         17.337         0         0         365         37%         47%         12%         33%         31%         0%         1.9%         11.7%         62%         13         3.9%         6.7%         4.9%         2.2%         12%         33%         31%         0%         1.9%         11.7%         62%         13         3.9%         6.7%         4.9%         1.2%         33%         31%         0%         1.9%         1.1%         6.7%         4.2%         1.5%         6.7%         4.7%         2.8%         1.5%         6.7%         2.5%	SUBTOTAL	162.714	677	154	0	20.217	88.477	65.634	(182)	514	1.770	0	1,770	85%	1.1%	60%	40%	1.7%	59%	41%	0%	12.5%	12.2%	65%	58	6.33%	8.22%	86.67%	3.36%	0.19%	1.5%
(e)       Outbound       243.641       1.00       1.28       0       61.129       13.846       64.471       0       0       3.189       966       4.182       120%       17*       53%       47%       2.85%       15%       85%       07%       25.5%       25.7%       78%       203       7.31%       10.56%       90.0%       4.06%       0.11%       0.4%         SUBTORIAL       243.641       1.000       128       0       61.129       13.846       64.471       0       0       3.186       966       4.182       10%       17*       53%       47%       2.85%       15%       85%       05%       25.5%       2.1%       75%       203       7.31%       10.36%       90.0%       0.11%       0.4%         Ausset       1.51       1.541       1.501       2.02       0       3.15%       0.1%       0.5%       0.7%       2.0%       7.1%       0.1%       0.4%       0.1%       0.4%       0.1%       0.2%       0.5%       0.7%       0.5%       0.1%       0.5%       0.1%       0.5%       0.1%       0.1%       0.1%       0.1%       0.1%       0.1%       0.1%       0.1%       0.1%       0.1%       0.1%       0.1% </td <td></td> <td></td> <td></td> <td></td> <td>0</td> <td></td> <td> /</td> <td></td> <td>0</td> <td></td> <td>· · ·</td> <td>0</td> <td></td>					0		/		0		· · ·	0																			
Subtrover         Subtrover <t< td=""><td></td><td>_</td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td>i</td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td>i</td><td></td><td>İ</td><td></td><td></td><td></td><td></td><td></td><td>İ</td><td></td><td></td></t<>		_								i											i		İ						İ		
MEDAN         475.54         1.000         1.28         0         61.479         1.986         9.6         4.18         1.240         1.7%         5.3%         4.7%         2.8%         1.5%         8.3%         0%         2.5.5%         2.5.7%         7.8%         2.0         7.31%         1.0.5%         9.6.1%         0.11%         0.4%           ADSET         2.05.5%         2.5.7%         2.6.7%         2.6.7%         2.6.7%         7.8%         2.0         7.31%         1.0.5%         9.6.1%         0.11%         0.4%           ODD metals         3.01.9%         2.66.57%         2.5.8%         2.6.7%         0.7%         0.6         5.1.31%         0.4%         0.11%         0.4%         0.11%         0.4%         0.11%         0.4%         0.01         0.11%         0.4%         0.01         0.11%         0.4%         0.01         0.01         0.01%	(5) Ocean Bank, FSB	243,541	1,000	128	0	61,129	138,466	64,471	0	0	3,186	996	4,182	120%	1.7%	53%	47%	2.8%	15%	83%	0%	25.5%	25.7%	78%	203	7.31%	10.59%	99.0%	4.08%	0.11%	0.4% (5)
ASETS 320-300 Million         ASETS 320-300 Million	SUBTOTAL	243,541	1,000	128	0	61,129	138,466	64,471	0	0	3,186	996	4,182	120%	1.7%	53%	47%	2.8%	15%	83%	0%	25.5%	25.7%	78%	203	7.31%	10.59%	99.01%	4.08%	0.11%	0.4%
(a) Dormalic Bark       2798/24       1 001       2.022       0       33,430       200.866       34,440       0       854       1.420       10.7%       0.4%       89%       14%       1.2%       10%       67%       0%       6.5%       7.2%       10%       64       0.52%       3.34%       0.44%       1.5%       92%       6%       0.7%       20%       7%       0%       6.5%       7.2%       10%       64       0.52%       3.34%       0.44%       1.5%       0.7%       20%       7%       0%       6.5%       7.2%       10%       64       0.52%       3.34%       0.65%       7.2%       0%       0%       0.5%       7.2%       0%       0%       0.5%       7.2%       10%       0.4%       0.5%       7.2%       0%       0.5%       7.2%       10%       0.5%       7.2%       10%       0.6%       0.5%       7.2%       10%       0.5%       7.2%       10%       0.5%       7.2%       10%       0.5%       7.2%       10%       0.5%       7.2%       0%       0.5%       7.2%       0%       0.5%       7.2%       0%       0.5%       7.2%       0%       0.5%       7.2%       0.5%       7.2%       0%       0	MEDIAN	243,541	1,000	128	0	61,129	138,466	64,471	0	0	3,186	996	4,182	120%	1.7%	53%	47%	2.8%	15%	83%	0%	25.5%	25.7%	78%	203	7.31%	10.59%	99.01%	4.08%	0.11%	0.4%
10         9000000000000000000000000000000000000	ASSETS \$250-\$500 Million	_																													
SUBTOTAL SUBJOAN         581,885         1 967         2.314         0         51600         456,533         82,544         0         354         1.240         0         1240         339%         0.2%         69%         11%         0.9%         9.7%         10.2%         10.7%         2.35         2.84%         4.90%         7.8.2%         3.90%         0.85%         7.6%           MEDIAN         290,943         984         1.157         0         25.600         22.84%         4.90%         7.8.2%         3.90%         0.85%         7.6%           Call	(6) Domestic Bank				0				0	354	1,240	0	1,240							4.7.7	0%										12.8% <mark>(6)</mark>
VEX.NO         290,943         964         1.157         0         28,00         228,267         31,22         0         177         620         0         620         94%         0.2%         89%         11%         0.9%         10%         10%         118         2.4%         4.97%         82.8%         3.97%         0.88%         7.6%           Segars 550-51 Billion         537         3.329         204.617         279.489         495.630         0         0         10         10605/%         0.0%         35%         65%         0.6%         14%         86%         0%         21.8%         22.0%         49%         158         0.13%         1.87%         68.8%         2.73%         1.31%         5.3%           SUBTOTAL         809.277         5.329         5.311         3.329         204.617         279.489         495.630         0         0         0         10         18050%         0.6%         14%         86%         0%         21.8%         22.0%         49%         158         0.13%         13.1%         53%           SUBTOTAL         809.277         5.329         5.331         368.02         0         13.387         3.887         3.887         3.887	(7) Newport Federal Svgs Bank	301,961	366	222	0	18,170	255,637	28,460	0	0	0	0	0	0%	0.0%	92%	8%	0.7%	26%	74%	0%	6.5%	7.2%	106%	64	0.52%	3.34%	94.0%	3.29%	0.16%	2.5% (7)
ASSETS 500-51 Billion         Billion           (b) Centreville Srgs Bank         809.277         5.329         5.371         3.329         204.617         279.489         495.630         0         0         10         180.60%         0.0%         35%         65%         0.6%         14%         86%         0%         21.8%         22.0%         49%         158         0.13%         1.87%         68.3%         2.73%         1.31%         5.33%           SUBTOTAL         509.277         5.329         5.371         3.329         204.617         279.489         495.630         0         0         10         18060%         0.0%         35%         65%         0.6%         14%         86%         0%         21.8%         22.0%         49%         158         0.13%         1.87%         68.3%         2.73%         1.31%         5.3%           OB         5375         0.5387         0.60.00%         35%         0.6%         14%         86%         0%         21.8%         22.0%         49%         158         0.13%         1.87%         68.3%         2.73%         1.31%         5.3%           OB         13807         0.5387         0.60%         0.6%         7.4%         1.6% <td>SUBTOTAL</td> <td>581,885</td> <td>1,967</td> <td>2,314</td> <td>0</td> <td>51,600</td> <td>456,533</td> <td>62,544</td> <td>0</td> <td>354</td> <td>1,240</td> <td>0</td> <td>1,240</td> <td>339%</td> <td>0.2%</td> <td>89%</td> <td>11%</td> <td>0.9%</td> <td>20%</td> <td>79%</td> <td>0%</td> <td>9.7%</td> <td>10.2%</td> <td>107%</td> <td>235</td> <td>2.84%</td> <td>4.90%</td> <td>78.32%</td> <td>3.90%</td> <td>0.85%</td> <td>9.1%</td>	SUBTOTAL	581,885	1,967	2,314	0	51,600	456,533	62,544	0	354	1,240	0	1,240	339%	0.2%	89%	11%	0.9%	20%	79%	0%	9.7%	10.2%	107%	235	2.84%	4.90%	78.32%	3.90%	0.85%	9.1%
(8)       209,277       5,329       5,371       3,329       204,617       279,489       495,630       0       0       10       1800%       0.0%       35%       65%       0.6%       14%       86%       0%       21.8%       22.0%       49%       158       0.13%       18.7%       68.3%       2.73%       1.31%       5.3%         SUBTOTAL       809,277       5,329       5,371       3.329       204,617       279,489       495,630       0       0       10       0       10       18050%       0.0%       35%       65%       0.6%       14%       86%       0%       21.8%       22.0%       49%       158       0.13%       1.87%       68.86%       2.73%       1.31%       5.3%         SUBTOTAL       809,277       5.329       5.371       3.329       204,617       279,489       495,630       0       0       10       0       10       0       10       18050%       0.0%       35%       65%       0.6%       14%       86%       0%       21.8%       22.0%       49%       158       0.13%       1.87%       68.86%       2.73%       1.31%       5.3%         OBBaR Riber Islinion       1.466,807       5.328 <th< td=""><td>MEDIAN</td><td>290,943</td><td>984</td><td>1,157</td><td>0</td><td>25,800</td><td>228,267</td><td>31,272</td><td>0</td><td>177</td><td>620</td><td>0</td><td>620</td><td>94%</td><td>0.2%</td><td>89%</td><td>11%</td><td>0.9%</td><td>19%</td><td>80%</td><td>0%</td><td>9.8%</td><td>10.3%</td><td>107%</td><td>118</td><td>2.94%</td><td>4.97%</td><td>82.88%</td><td>3.97%</td><td>0.88%</td><td>7.6%</td></th<>	MEDIAN	290,943	984	1,157	0	25,800	228,267	31,272	0	177	620	0	620	94%	0.2%	89%	11%	0.9%	19%	80%	0%	9.8%	10.3%	107%	118	2.94%	4.97%	82.88%	3.97%	0.88%	7.6%
SUBTOTAL MEDIAN         809,277         5,329         5,371         3,329         204,617         279,489         495,630         0         0         10         18050%         0.0%         35%         65%         0.6%         14%         86%         0%         21.8%         22.0%         49%         158         0.13%         1.87%         68.86%         2.73%         1.31%         5.38           ASETS OVER \$1 Billion         1.468.407         5.329         3.362         0         11.317         3.387         0         3.387         368%         0.2%         72%         28%         1.3%         49%         61%         0%         6.8%         7.4%         100%         201         0.67%         2.78%         75.6%         3.22%         0.54%         7.7%           (10)         Bannewport         1.468.407         3.363         10         0.387         368%         0.2%         72%         28%         1.3%         49%         51%         0.6%         7.4%         100%         201         0.67%         2.78%         75.6%         3.22%         0.54%         7.7%         10.1%         20.1%         10.1%         20.4%         75%         76.%         0.%         8.8%         9.4%		809 277	5 329	5 371	3 329	204 617	279 489	495 630	0		10	0	10	18050%	0.0%	35%	65%	0.6%	14%	86%	0%	21.8%	22.0%	49%	158	0.13%	1.87%	68.3%	2 73%	1.31%	5.3% (8)
MEDIAN         809,277         5,329         5,371         3,329         20,467         27,949         495,630         0         0         10         10         10         10         10         35%         65%         0.6%         14%         86%         0%         21.8%         22.0%         49%         158         0.13%         1.87%         68.2%         2.73%         1.31%         5.3%           ASSETS OVER \$1 Billion         1,466,307         5.328         3,902         0         100,895         996,837         369,082         0         11,317         3,387         0         3,387         368%         0.2%         72%         28%         1.3%         49%         51%         0%         6.8%         7.4%         100%         291         0.67%         2.78%         75.6%         3.22%         0.54%         7.7%           (10)         Bank Rhode island         1,466,307         5.38         157         1,010,264         8,719,687         2,440,930         0         61,84         133         0.9%         24%         76%         0%         8.9%         9.4%         8.7%         260         12.5%         3.15%         76.5%         3.07%         0.66%         7.3%         26%			.,	.,.							10						1.1														
ASSETS OVER \$1 Billion (10) Bank Rhode Island 1,466,307 5,28 3,902 0 100,895 996,837 369,082 0 11,317 3,387 0 3,387 68% 0.2% 72% 28% 1.3% 49% 51% 0% 6.8% 7.4% 100% 291 0.67% 278% 72% 28% 7.6% 3.0% 2.8% 7.6% 7.6% 7.6% 7.6% 7.6% 7.6% 7.6% 7.6			- /	- / -					0	0	10	0																			
(9)       Bank Rhode Island       1,466,307       5,328       3,902       0       100,895       996,837       369,082       0       11,317       3,387       0<		009,277	5,329	5,371	3,329	204,017	279,409	495,630		0	10	0	10	16050%	0.0%	35%	03%	0.0%	14 70	00%	0%	21.070	22.0%	49%	100	0.13%	1.0770	00.20%	2.13%	1.3170	5.3%
(10)         Banknewport         1,026,135         4,367         3,363         (5)         91,948         615,461         340,525         (492)         8,433         133         0         133         4053%         0.0%         64%         36%         0.9%         24%         76%         0%         8.9%         9.4%         87%         260         1.25%         3.15%         76.5%         3.07%         0.66%         7.3%           (11)         Citizens Bank Ri         14,411,869         79,023         85,381         57         1,010,264         8,719,687         2,440,930         0         60,187         49,043         2,898         51,941         152%         0.4%         76%         7.6%         7.8%         84%         5,154         1.69%         2.05%         48.4%         3.16%         1.23%         17.5%           (12)         Washington Trust Co         2,431,537         11,049         12,649         824         186,686         1,432,670         795,224         (4,973)         54,443         2,435         0         2,435         75%         0.1%         64%         36%         1.3%         10%         2,435         10.5%         2,435         0         2,435         75%         0.1% <th< td=""><td></td><td>1 466 307</td><td>5 328</td><td>3 902</td><td>0</td><td>100 895</td><td>996 837</td><td>369.082</td><td>0</td><td>11 317</td><td>3 387</td><td>0</td><td>3 387</td><td>368%</td><td>0.2%</td><td>72%</td><td>28%</td><td>1.3%</td><td>49%</td><td>51%</td><td>0%</td><td>6.8%</td><td>7.4%</td><td>100%</td><td>201</td><td>0.67%</td><td>2 78%</td><td>75.6%</td><td>3 22%</td><td>0 54%</td><td>7 7% (9)</td></th<>		1 466 307	5 328	3 902	0	100 895	996 837	369.082	0	11 317	3 387	0	3 387	368%	0.2%	72%	28%	1.3%	49%	51%	0%	6.8%	7.4%	100%	201	0.67%	2 78%	75.6%	3 22%	0 54%	7 7% (9)
(11)       Citizens Bank Ri (12)       14,411,869       79,023       85,381       57       1,010,264       8,719,687       2,440,930       0       60,187       49,043       2,898       51,941       152%       0.4%       78%       22%       0.9%       15%       83%       1%       7.6%       7.8%       84%       5,154       1.69%       2.05%       48.4%       3.16%       1.23%       17.5%         (12)       Washington Trust Co       2,431,537       11,049       12,649       824       186,686       1,432,670       795,224       (4,973)       54,443       2,435       0       2,435       75%       0.1%       64%       36%       1.3%       40%       5.9%       1%       5.9%       6.4%       86%       44.8       1.67%       2.75%       63.8%       2.88%       1.05%       13.8%       1.23%       17.5%       13.6%       2.435       16.9%       2.05%       48.4%       3.16%       1.23%       17.5%       13.6%       2.440,930       0       60,187       2,440,930       0       60,187       2,440,930       0       60,187       2,435       0       2,435       0       2,435       0       2,435       0       2,435       0       2,435       0												0	- /																		7.3% (10)
(12) Washington Trust Co       2,431,537       11,049       12,649       824       186,686       1,432,670       795,224       (4,973)       54,443       2,435       0       2,435       759%       0.1%       64%       36%       1.3%       40%       59%       1%       5.9%       6.4%       86%       448       1.67%       2.74%       63.8%       2.88%       1.05%       13.6%         SUBTOTAL       19,335,848       99,767       105,295       876       1,389,793       11,764,655       3,945,761       (5,465)       134,380       54,998       2,898       57,896       202%       0.3%       74%       26%       0.9%       21%       77%       1%       7.4%       86%       6,153       1.58%       2.25%       54.07%       3.12%       1.12%       15.5%       1.12%       1.58%       2.25%       54.07%       3.12%       1.12%       15.5%       1.948,922       8.89       8.276       29       143.791       1.214,754       582,153       (246)       32,880       2.911       0       2.911       563%       0.2%       68%       32%       1.1%       32%       67%       0%       7.6%       86%       370       1.46%       2.76%       69.69%       3.12%	· · · ·		1				, .		· · · · ·			•																			17.5% (11)
MEDIAN 1,948,922 8,189 8,276 29 143,791 1,214,754 582,153 (246) 32,880 2,911 0 2,911 563% 0.2% 68% 32% 1.1% 32% 67% 0% 7.2% 7.6% 86% 370 1.46% 2.76% 69.69% 3.12% 0.85% 10.7%	(12) Washington Trust Co						- / - /					0													- / -						13.6% (12)
	SUBTOTAL	19,335,848	99,767	105,295	876	1,389,793	11,764,655	3,945,761	(5,465)	134,380	54,998	2,898	57,896	202%	0.3%	74%	26%	0.9%	21%	77%			7.7%	86%	6,153	1.58%	2.25%	54.07%	3.12%	1.12%	15.5%
RHODE ISLAND 21,133,265 108,740 113,262 4,205 1,727,356 12,727,620 4,634,040 (5,647) 135,248 61,204 3,894 65,098 200% 0.3% 73% 27% 1.0% 21% 78% 1% 8.3% 8.5% 84% 6,807 1.66% 2.45% 57.26% 3.14% 1.10% 13.4%	MEDIAN	1,948,922	8,189	8,276	29	143,791	1,214,754	582,153	(246)	32,880	2,911	0	2,911	563%	0.2%	68%	32%	1.1%	32%	67%	0%	7.2%	7.6%	86%	370	1.46%	2.76%	69.69%	3.12%	0.85%	10.7%
	RHODE ISLAND	21,1 <b>33,26</b> 5	108,740	113, <b>2</b> 62	4,205	1,727,356	12,727,620	4,634,040	(5,647)	135,248	61,204	3,894	65,098	200%	0.3%	73%	27%	1.0%	21%	78%	1%	8.3%	8.5%	84%	6,807	1.66%	2.45%	57.26%	3.14%	1.10%	13.4%

Although the information in this report has been obtained from sources which Bank Analysis Center, Inc. believes to be reliable, we do not guarantee its accuracy, and such information may be incomplete or condensed. All opinions and estimates included in this report constitute our judgement as of this date and are subject to change without notice. This report is for information purposes only and is not intended as an offer or soliciation with respect to the purchase or sale of any security. BAC, Inc. does not manage money or act as fiduciary for pension plans or other funds or institutions, and this report is furnished on the understanding that BAC's services do not serve as a primary basis for investment decisions by customers, investment advisors or managers, trustees or other responsible fiduciaries. This report provides information and/or alternatives that we believe to be appropriate for consideration. The decision whether or not to adopt any strategy or engage in any transaction remains the responsibility of the reader or responsible fiduciary. Reproduction and/or distribution of this report is specifically not authorized by BAC. Copyright Bank Analysis Center, Inc. 2006. All rights reserved.

Copyright Bank Analysis Center, Inc.2006 NOTE: REPRODUCTION AND/OR DISTRIBUTION NOT AUTHORIZED





#### Prepared by: Bank Analysis Center, Inc. Hartford, Connecticut (860) 275-6050 Contact: Doug Major, V.P.

#### RHODE ISLAND BANKS STOCK REPORTS (BASIC DATA AS OF JUNE 30, 2006 PRICING DATA AS OF 09/29/06)

\$=000's; except per share which is i	n \$	BASIC DATA DATE									SHARE INFORMATION DATA DIVIDEND DATA									PRICING DATA_												
LTM=Latest 12 Mont	hs	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)					
				Filing	Total	Total	Total	Total Tangible	Total LTM	Common Shares	Book Value	Tangible Book Value	Diluted EPS after Extrdnry.	Median EPS Estimate (\$)	Quarterly Dividends	Dividends Declared (\$)	Current Dividend	High	Low	High Price	Low Price	Price (\$)	Avg Daily Vol	Price/LTM Earnings	Price/ Book (%)	12 Mth Price	12 Mib					
Company Na	me Tic	ker	Industry	Date	Assets	Deposits	Equity	Equity	Income	Outstanding	per Share (\$)	per Share (\$)	(\$)LTM	Current Year	Declared (\$)	LTM	Yield (%)	Price (\$)	Price (\$)	Date	Date	09/29/06	09/29/06	09/29/06	09/29/06		Return					
(1) Bancorp Rhode Island, Inc.	E	ARI	Bank	06/30/06	1,466,587	992,511	104,579	93,262	8,233	4,770,221	\$21.92	\$19.55	\$1.68	\$1.70	\$0.15	\$0.60	1.4%	\$46.20	\$32.53	09/21/06	01/04/06	\$44.25	10,838	26.34	201.9%	32.93%	34.56% (1)					
(2) Newport Bancorp, Inc.	N	FSB	Thrift	06/30/06	301,961	204,998	18,170	18,170	NA	NA	NA	NA	NA	NA	\$0.00	\$0.00	0.0%	\$14.48	\$12.25	09/01/06	07/07/06	\$14.00	5,179	NA	NA	NA	NA (2)					
(3) Washington Trust Bancorp, Inc.	W	ASH	Bank	06/30/06	2,432,277	1,670,797	161,329	107,768	24,225	13,429,369	\$12.01	\$8.02	\$1.77	\$1.83	\$0.19	\$0.75	2.9%	\$29.98	\$24.01	11/14/05	07/14/06	\$26.51	25,500	15.0	220.7%	1.3%	3.5% (3)					

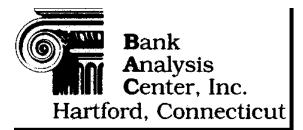
Although the information in this report has been obtained from sources which Bank Analysis Center, Inc. believes to be reliable, we do not guarantee its accuracy, and such information may be incomplete or condensed. All opinions and estimates included in this report constitute our judgement as of this date and are subject to change without notice. This report is for information purposes only and is not intended as an offer or soliciation with respect to the purchase or sale of any security. BAC, Inc. does not manage money or act as fiduciary for pension plans or other funds or institutions, and this report is furnished on the understanding that BAC's services do not serve as a primary basis for investment decisions by customers, investment advisors or managers, trustees or other responsible fiduciaries. This report provides information and/or alternatives that we believe to be appropriate for consideration. The decision whether or not to adopt any strategy or engage in any transaction remains the responsibility of the reader or responsible fiduciary. Reproduction and/or distribution of this report is specifically not authorized by BAC. Copyright Bank Analysis Center, Inc. 2006. All rights reserved.



# Bank Analysis Center, Inc.

#### Copyright Bank Analysis Center, Inc.2006 NOTE: REPRODUCTION AND/OR DISTRIBUTION NOT AUTHORIZED





#### **Advisors to Financial Institutions**

Bank Analysis Center, Inc. (BAC) delivers management consulting and investment banking advice to executive management and directors in banks, thrifts, and credit unions. Whether your assets are measured in millions or billions, the issues are fundamentally the same. We help you create value by developing solutions to questions in the following key areas:

## <u>Financial:</u>

## Merger and Acquisition Counseling & Representation

- Fairness Opinions for Board of Directors
- Valuations and Appraisal of Financial Institutions & Service Firms
- Capital Raising & Planning
- Budgeting and Financial Forecasting
- Branch Purchases and Sales
- Asset/Liability Management & Interest Rate Risk Assessment
- Financial Measurement, Control Systems & Profitability Systems
- Appraisal & Conversion Valuation for Thrifts Converting from Mutual to Stock

#### Strategic:

- Strategic Alternatives Assessment (Sell, Independence, Acquire or Merge)
- Strategic Planning Meetings and Retreats
- Acquisition Strategy Formulation
- Organizational Structure & Management Review
- Review of Competitive Position on Markets, Products & Services
- Profit Improvement and Performance Review
- Expense Reduction Evaluation
- Market Research

**Internet Banking** 

#### **Regulatory:**

- Review, Preparation & Response for Regulatory Examinations
- Representation & Negotiation on Regulatory Enforcement Actions
- Compliance Assessment of Regulatory Agreements & Requirements
- Application Assistance: Branches, Start-Up Banks & Trust Companies

## **Executive Search:**

Chief: Executive Officers, Operating Officers, Financial Officers, Lending Officers

Contact a BAC representative for information on these and other services.

CityPlace II • 16<sup>th</sup> Floor Hartford, CT 06103 <u>Telephone: 860-275-6050 mail@bankanalysiscenter.com Fax 860-275-6060</u>