

May 5, 2006



Dear Shareholder:

In just a few weeks, we will celebrate the one year anniversary of our bank's opening for business in the Greenville community. We are indeed pleased with our progress and growth during our first year. As shown in the graphs to the right, we have been successful in following our plan of measured growth quarter to quarter.

For the quarter ended March 31, 2006, total loans outstanding were \$35.4 million, increasing \$9.7 million from December 31, 2005. Total deposits as of March 31, 2006 were \$39.0 million, increasing \$22.5 million from December 31, 2005. These deposits were raised from our local market. We recognized \$470,239 in net interest income for the quarter ended March 31, 2006 compared to \$365,589 for the quarter ended December 31, 2005, an increase of \$104,650, primarily the result of the increase in loans. We anticipate the growth in loans in future quarters will continue to drive the growth in assets as well as net interest income.

If you have not had a chance to visit our office at 500 E. Washington Street, in downtown Greenville, we invite you to do so. We would appreciate the opportunity to introduce you to our employees and tell you about our financial services.

We value your support as a shareholder and are excited about our successes as we begin our second year of operations with our continued focus on increasing long-term shareholder value. Please do not hesitate to contact us with any questions you may have.

Best Regards,

Charles D. Walters
Chairman of the Board

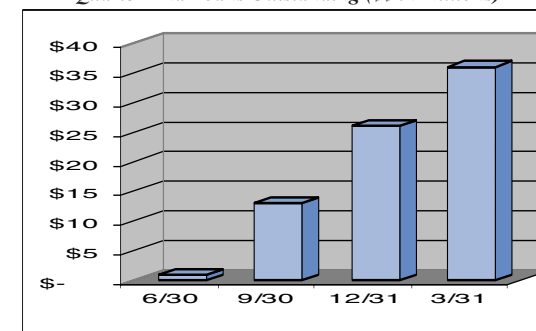
Lawrence R. Miller
President & CEO

Financial Highlights (unaudited)

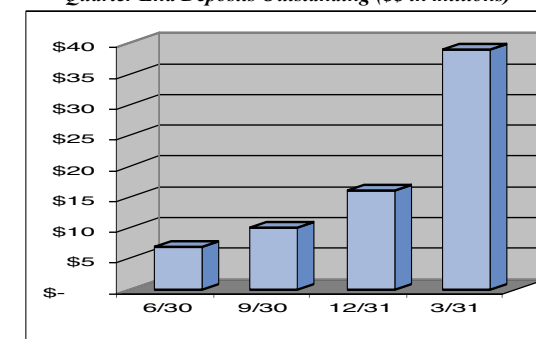
Balance Sheet Data	As of	
	March 31, 2006	December 31, 2005
Total assets	\$ 58,370,804	\$ 40,813,891
Loans, gross	35,863,785	25,996,491
Allowance for loan losses	468,000	338,000
Deposits	38,957,127	16,416,346
Shareholders' equity	18,780,581	19,038,548

Income Statement Data	For the Quarter Ended	For the Year Ended
	March 31, 2006	December 31, 2005
Net interest income	\$ 470,239	\$ 662,343
Provision for loan loss	130,000	338,000
Non-interest income	12,143	23,734
Non-interest expense	685,029	1,626,440
Net loss	(249,647)	(996,835)
Net loss per diluted share	\$ (0.12)	\$ (0.48)

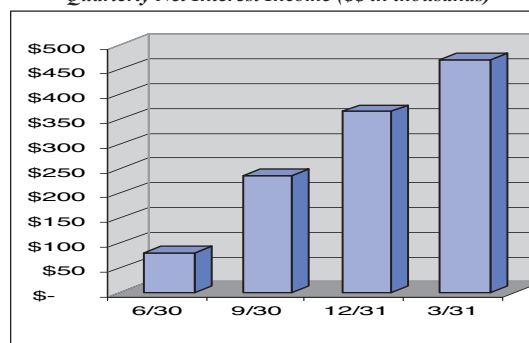
Quarter End Loans Outstanding (\$\$ in millions)



Quarter End Deposits Outstanding (\$\$ in millions)



Quarterly Net Interest Income (\$\$ in thousands)



Quarter End Total Assets (\$\$ in millions)

