

Century Bank
Balance Sheets
(Unaudited)
March 31, 2010 and 2009

ASSETS	2010	2009
Cash and cash equivalents:		
Cash and due from banks	\$ 5,097,095	\$ 1,850,858
Federal funds sold	--	3,595,000
Interest-bearing deposits with banks	9,327,930	3,134,476
Total cash and cash equivalents	14,425,025	8,580,334
Investment securities available for sale	199,053	267,332
Loans, net	72,133,761	72,425,073
Premises and equipment, net	199,517	223,853
Interest receivable and other assets	1,970,962	1,142,552
Total assets	\$88,928,318	\$82,639,144
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities:		
Deposits:		
Demand	\$18,332,491	\$17,388,302
Savings and money market	18,435,524	13,255,413
Time	35,370,445	34,270,328
Total deposits	72,138,460	64,914,043
Borrowings	6,000,000	7,000,000
Interest payable and other liabilities	272,006	291,043
Total Liabilities	78,410,466	72,205,086
Stockholders' equity:		
Preferred stock, no par value;		
No shares issued or outstanding	--	--
Common stock, no par value;		
1,000,000 shares issued and outstanding	10,069,851	10,056,508
Retained earnings	441,255	373,536
Accumulated other comprehensive income	6,746	4,014
Total stockholders' equity	10,517,852	10,434,058
Total liabilities and stockholders' equity	\$88,928,318	\$82,639,144

Century Bank
Statements of Income
(Unaudited)

	Three months ended March 31,	
	2010	2009
Interest Income:		
Interest and fees on loans	\$1,174,848	\$1,203,893
Investment securities available-for-sale	2,290	3,316
Deposits with banks	7,715	78
Federal funds sold	--	1,141
Total interest income	<u>1,184,853</u>	<u>1,208,428</u>
Interest expense:		
Interest-bearing demand	18,129	14,704
Savings and money market	45,834	41,419
Time deposits	188,383	232,820
Borrowings	24,802	41,129
Total interest expense	<u>277,148</u>	<u>330,072</u>
Net interest income	907,705	878,356
Loan loss provision	<u>93,639</u>	<u>35,485</u>
Net interest income after loan loss provision	814,066	842,871
Non-interest income	39,026	36,511
Non-interest expenses:		
Salaries and employee benefits	392,143	359,627
Occupancy and equipment	92,521	91,778
Data processing	82,249	72,754
Professional fees	61,681	31,235
Other	92,562	85,619
Total non-interest expenses	<u>721,156</u>	<u>641,013</u>
Income before income taxes	131,936	238,369
Provision for income taxes	<u>49,413</u>	<u>81,955</u>
Net income	<u>\$ 82,523</u>	<u>\$ 156,414</u>
Earnings per share:		
Basic	<u>\$.08</u>	<u>\$.16</u>
Diluted	<u>\$.08</u>	<u>\$.16</u>

April 28, 2010

To our Shareholders, Customers and Friends:

Enclosed please find our first quarter 2010 performance results.

Century Bank recorded net income of \$82,523, or \$.08 per diluted share for the three month period ended March 31, 2010. This represents a 47% decrease from March 31, 2009 net income of \$156,414, or \$.16 per diluted share.

Century Bank's operating results for the three months ended March 31, 2010 have been impacted by the general slowdown of the economy, downgrades in our loan portfolio, higher operating costs due to substantial increases in the FDIC insurance premiums as a result of the large number of bank closures nationally, and the added costs of regulatory changes.

A review of our balance sheets indicates a \$6.3 million increase in total assets, which is reflected in an increase in our total cash and cash equivalents. Funds were provided for this growth by an expansion of our deposit base. Loans appear to remain constant at March 31, 2010 as compared to March 31, 2009, but this belies the fact that approximately \$25 million in loans were generated between those dates to replace other loans that were paying as agreed, or were paid off.

We are experiencing some delinquency in our portfolio as some borrowers continue to struggle in this economic stagnation. We continue to evaluate our loan portfolio to identify potential problems and be certain that we maintain an appropriate loan loss reserve in the event those loans further deteriorate.

Century Bank continues to be well capitalized by all regulatory measurements. Your Bank is solid, financially healthy, lean and sufficiently liquid to meet any of the unknowns of this current economic environment.

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

Thank you for your continued support. We look forward to sharing our continuing progress and 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:

Marty W. Smith, Chairman of the Board
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F. Lee Merwin, Director
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Kim Scofield, Administrative Assistant

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