

Beacon Bancorp and Subsidiary
Consolidated Statements of Income
For The Fiscal Year To Date April 30, 2008 & 2007
Unaudited & In Thousands

	<u>2008</u>	<u>2007</u>
Interest and dividend income:		
Interest & fees on loans	\$ 26,765	\$ 24,662
Interest & dividends on securities	4,522	6,140
Interest on short-term investments	455	212
	<u>31,742</u>	<u>31,014</u>
Total interest and dividend income		
Interest expense:		
Interest on non-certificate accounts	3,433	3,464
Interest on certificate accounts	6,740	5,614
Interest on borrowed funds	4,804	6,162
	<u>14,977</u>	<u>15,240</u>
Total interest expense		
Net interest income	16,765	15,774
Provision for loan losses	479	727
	<u>16,286</u>	<u>15,047</u>
Net interest income , after provision for loan losses		
Other income:		
Customer service fees	932	740
Trust fees	822	819
Gain on sales and disposition of securities, net	4,146	5,738
Miscellaneous income	273	236
	<u>6,173</u>	<u>7,533</u>
Total other income		
Operating expenses:		
Salaries and employee benefits	8,729	8,388
Occupancy and Equipment	1,378	1,257
Data processing	1,369	1,254
Other general and administrative	2,674	2,246
	<u>14,150</u>	<u>13,145</u>
Total operating expenses		
Income before income taxes	8,309	9,435
Provision for income taxes	2,929	3,001
	<u>5,380</u>	<u>6,434</u>
Net income	<u>\$ 5,380</u>	<u>\$ 6,434</u>