

PEOPLES BANCORP AND SUBSIDIARIES

Consolidated Condensed Statements of Financial Condition

	<u>December 31, 2008</u>	<u>September 30, 2008</u>
	(Unaudited)	
ASSETS		
Cash and due from financial institutions	\$7,036,506	\$4,528,465
Short-term interest-bearing deposits	3,739,382	2,260,641
Total cash and cash equivalents	<u>10,775,888</u>	<u>6,789,106</u>
Interest-bearing time deposits	0	0
Securities available for sale	102,994,046	103,624,296
Securities held to maturity (approximate fair value \$331,785 and \$337,566)	324,797	334,271
Loans:		
Loans	317,843,848	318,333,953
Less: Allowance for loan losses	<u>1,923,603</u>	<u>1,871,970</u>
Net loans	<u>315,920,245</u>	<u>316,461,983</u>
Loans held for sale	510,500	288,000
Premises and equipment	6,231,966	6,401,220
Federal Home Loan Bank of Indianapolis stock, at cost	4,403,900	4,403,900
Goodwill	2,330,198	2,330,198
Cash surrender value of life insurance	8,103,075	8,014,986
Other intangible assets	0	0
Other assets	5,611,007	6,453,971
Total assets	<u><u>\$457,205,622</u></u>	<u><u>\$455,101,931</u></u>
LIABILITIES		
NOW and savings deposits	\$145,489,761	\$145,577,620
Certificates of deposit	<u>174,651,495</u>	<u>173,668,093</u>
Total deposits	<u>320,141,256</u>	<u>319,245,713</u>
Short-term borrowings	413,012	191,180
Federal Home Loan Bank advances	75,650,000	75,350,000
Other liabilities	<u>2,280,481</u>	<u>2,783,797</u>
Total liabilities	<u>398,484,749</u>	<u>397,570,690</u>
Commitments and Contingent Liabilities	0	0
STOCKHOLDERS' EQUITY		
Preferred stock, par value \$1;		
Authorized and unissued - 5,000,000 shares	0	0
Common stock, par value \$1;		
Authorized - 7,000,000 shares:		
Issued and outstanding - 2,781,315 and 2,801,007 shares	2,781,315	2,801,007
Additional paid-in capital	0	0
Retained earnings	55,808,448	55,626,060
Accumulated other comprehensive loss	<u>131,110</u>	<u>(895,826)</u>
Total stockholders' equity	<u>58,720,873</u>	<u>57,531,241</u>
Total liabilities and stockholders' equity	<u><u>\$457,205,622</u></u>	<u><u>\$455,101,931</u></u>