

SBT Bancorp, Inc
Condensed Consolidated Statements of Income
(Unaudited)

(Dollars in thousands, except for per share amounts)

	For the Quarter Ended		
	3/31/2010	12/31/2009	3/31/2009
Interest and dividend income:			
Interest and fees on loans	\$ 2,501	\$ 2,567	\$ 2,408
Investment securities	470	517	422
Federal funds sold and overnight deposits	5	4	5
Total interest and dividend income	2,976	3,088	2,835
Interest expense:			
Deposits	473	584	815
Repurchase agreements	10	1	3
Federal Home Loan Bank advances	-	-	7
Total interest expense	483	585	825
Net interest and dividend income	2,493	2,503	2,010
Provision for loan losses	225	225	52
Net interest and dividend income after provision for loan losses	2,268	2,278	1,958
Noninterest income:			
Service charges on deposit accounts	131	149	102
Loss on sales of available-for-sale securities	-	(1)	-
Other service charges and fees	154	149	120
Increase in cash surrender value of life insurance policies	42	43	13
Gain on loans sold	-	-	3
Investment services fees and commissions	24	27	30
Other income	12	12	19
Total noninterest income	363	379	287
Noninterest expense:			
Salaries and employee benefits	1,085	1,132	1,047
Premises and equipment	369	369	373
Advertising and promotions	95	92	80
Forms and supplies	34	48	40
Professional fees	203	118	108
Directors fees	48	33	33
Correspondent charges	64	66	66
Postage	24	27	25
FDIC assessment	97	201	55
Data processing	118	115	36
Other expenses	184	215	176
Total noninterest expense	2,321	2,416	2,039
Income before income taxes	310	241	206
Income tax provision	67	50	60
Net income	\$ 243	\$ 191	\$ 146
Less: Preferred stock dividend and accretion	\$ 65	\$ 65	\$ -
Net income available to common shareholders	\$ 178	\$ 126	\$ 146
Average shares outstanding, basic	864,796	864,796	864,796
Net income available per common share, basic	\$ 0.21	\$ 0.15	\$ 0.17
Average shares outstanding, assuming dilution	865,181	865,001	864,796
Net income available per common share, assuming dilution	\$ 0.21	\$ 0.15	\$ 0.17