



April 16, 2010

Dear Shareholder,

Subsequent to December 31, 2009, the Bank determined that a specific loan previously identified as impaired required a charge-off of \$691,000 resulting in an additional provision for loan losses for 2009 of \$241,000. As a result of this situation, the Bank has restated our year-end financial statements to reflect this event. As the accompanying revised financial statements indicate, the Bank is now reporting a net loss of \$155,000 for 2009.

In addition to the restatement, we would like to inform you that in the third quarter of 2009, the Bank entered into an informal written agreement with the FDIC and the Connecticut Banking Commissioner. The Bank agreed to maintain a Tier 1 Leverage Capital Ratio of 7.00%, a Tier 1 Risk Based Capital Ratio of 9.00% and a Total Risk Based Capital Ratio of 10.25%. As indicated in the Key Financial Ratios section of the accompanying revised financial statements, the Bank is in compliance with all required capital ratios and remains "well capitalized" in accordance with regulatory definitions.

The Bank also agreed to refrain from declaring or paying dividends without the prior written approval of the FDIC and the Commissioner, and, among other agreed-upon actions, has formulated a written plan to reduce the Bank's risk exposure to certain assets identified by the regulators as "substandard" or "doubtful". Management is working diligently to resolve all issues identified in the agreement.

Within the next few weeks you will be receiving the Bank's Annual Report and Proxy material in anticipation of the Annual Shareholders' Meeting in June.

Once again, we thank you for your continued support.

Sincerely,

A handwritten signature in black ink that reads "John R. Harvey".

John R. Harvey
Chairman of the Board

A handwritten signature in black ink that reads "Dean T. Morgan".

Dean T. Morgan
President and CEO

CONNECTICUT RIVER COMMUNITY BANK
REVISED BALANCE SHEETS (Unaudited)

	December 31,	December 31,	September 30
<u>ASSETS</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>
Cash and due from banks	\$ 1,481,130	\$ 1,761,951	\$ 1,903,845
Federal funds sold and interest-bearing deposits with other banks	476,770	1,044,202	3,834,956
Investments in available-for-sale securities (at fair value)	33,286,021	35,769,469	36,221,788
Investments in held-to-maturity securities	1,500,000	1,499,717	3,004,308
Federal Home Loan Bank stock, at cost	1,538,400	1,497,600	1,538,400
Loans	134,488,477	133,140,818	136,973,429
Reserve for loan losses	(2,331,494)	(2,096,481)	(2,617,094)
Loans, net	132,156,983	131,044,337	134,356,335
Premises and equipment, net	1,368,537	1,496,766	1,411,651
Accrued interest receivable	706,906	753,068	788,649
Other assets	2,273,601	856,238	877,401
Total Assets	<u><u>\$ 174,788,348</u></u>	<u><u>\$ 175,723,348</u></u>	<u><u>\$ 183,937,333</u></u>
<u>LIABILITIES AND STOCKHOLDERS' EQUITY</u>			
Deposits:			
Noninterest-bearing	\$ 16,709,394	\$ 14,036,282	\$ 17,152,853
Interest-bearing	115,990,943	119,896,533	126,398,705
Total deposits	132,700,337	133,932,815	143,551,558
Federal Home Loan Bank advances	26,752,080	26,881,361	25,285,030
Other liabilities	1,545,232	808,740	829,983
Total liabilities	<u><u>160,997,649</u></u>	<u><u>161,622,916</u></u>	<u><u>169,666,571</u></u>
Stockholders' equity:			
Common stock, \$.01 par value; authorized 2,500,000 shares; issued and outstanding 1,490,731 shares.	14,907	14,907	14,907
Paid-in capital	14,719,122	14,709,979	14,714,789
Accumulated deficit	(1,182,112)	(1,027,325)	(967,602)
Accumulated other comprehensive income	238,782	402,871	508,668
Total stockholders' equity	<u><u>13,790,699</u></u>	<u><u>14,100,432</u></u>	<u><u>14,270,762</u></u>
Total Liabilities and Stockholders' Equity	<u><u>\$ 174,788,348</u></u>	<u><u>\$ 175,723,348</u></u>	<u><u>\$ 183,937,333</u></u>

CONNECTICUT RIVER COMMUNITY BANK
REVISED STATEMENTS OF INCOME (Unaudited)

December 31, 2009 and December 31, 2008

	<i>Quarter-Ended</i>		<i>Year-Ended</i>	
	<u>Dec. 31, 2009</u>	<u>Dec. 31, 2008</u>	<u>Dec. 31, 2009</u>	<u>Dec. 31, 2008</u>
Interest and dividend income:				
Interest and fees on loans	\$ 2,201,881	\$ 2,216,148	\$ 8,853,344	\$ 8,591,031
Interest and dividends on securities and interest-bearing deposits	365,200	398,082	1,718,324	1,638,309
Total interest and dividend income	<u>2,567,081</u>	<u>2,614,230</u>	<u>10,571,668</u>	<u>10,229,340</u>
Interest expense:				
Interest on deposits and borrowings	938,021	1,250,278	4,468,843	5,043,868
Net interest and dividend income	<u>1,629,060</u>	<u>1,363,952</u>	<u>6,102,825</u>	<u>5,185,472</u>
Provision for loan losses	<u>1,295,434</u>	<u>255,000</u>	<u>2,512,333</u>	<u>665,000</u>
Net interest and dividend income after provision for loan losses	<u>333,626</u>	<u>1,108,952</u>	<u>3,590,492</u>	<u>4,520,472</u>
Noninterest income:				
Net gain on sales and calls of securities	315,913	27,309	592,225	27,309
Service fees and charges on deposits	98,050	11,105	342,859	48,383
Other income	26,627	57,940	145,840	193,425
Total noninterest income	<u>440,590</u>	<u>96,354</u>	<u>1,080,924</u>	<u>269,117</u>
Noninterest expense:				
Salaries and employee benefits	605,999	603,801	2,601,418	2,364,705
Occupancy expense	109,166	103,865	458,469	398,719
Furniture and equipment expense	41,223	39,837	171,200	141,604
Data processing and outside service fees	53,544	86,488	297,326	270,121
Printing and supplies	22,975	29,449	84,660	99,260
Advertising and promotions	24,018	41,679	152,409	178,819
Professional fees	84,998	63,859	252,798	176,098
Insurance expense	10,378	8,560	39,896	35,050
Stockholder related costs	4,135	5,352	20,335	26,700
FDIC insurance premiums	36,376	29,295	374,351	103,269
Other expense	111,252	104,351	447,565	361,059
Total noninterest expense	<u>1,104,064</u>	<u>1,116,536</u>	<u>4,900,427</u>	<u>4,155,404</u>
Net income (loss) before income tax expense	<u>(329,848)</u>	<u>88,770</u>	<u>(229,011)</u>	<u>634,185</u>
Income tax expense (benefit)	<u>(115,337)</u>	<u>(12,465)</u>	<u>(74,223)</u>	<u>214,484</u>
Net income (loss)	<u>\$ (214,511)</u>	<u>\$ 101,235</u>	<u>\$ (154,788)</u>	<u>\$ 419,701</u>
Net income (loss) per common share (basic)	<u>\$ (0.14)</u>	<u>\$ 0.07</u>	<u>\$ (0.10)</u>	<u>\$ 0.28</u>

KEY FINANCIAL RATIOS	<i>Quarter Ended</i>		<i>Year-Ended</i>	
	<u>Dec. 31, 2009</u>	<u>Dec. 31, 2008</u>	<u>Dec. 31, 2009</u>	<u>Dec. 31, 2008</u>
Net Interest Income	\$ 1,629,060	\$ 1,363,952	\$ 6,102,825	\$ 5,185,472
Net Income (Loss)	\$ (214,511)	\$ 101,235	\$ (154,788)	\$ 419,701
Net Income (Loss) Per Common Share (basic)	\$ (0.14)	\$ 0.07	\$ (0.10)	\$ 0.28
Weighted Average Number of Shares (basic)	1,490,731	1,490,731	1,490,731	1,490,731
Stockholders' Equity	\$ 13,790,699	\$ 14,100,432	\$ 13,790,699	\$ 14,100,432
Book Value Per Share	\$ 9.25	\$ 9.46	\$ 9.25	\$ 9.46
Tier 1 Leverage Capital Ratio	7.50%	7.97%	7.50%	7.97%
Tier 1 Risk Based Capital Ratio	9.81%	10.02%	9.81%	10.02%
Total Risk Based Capital Ratio	11.06%	11.28%	11.06%	11.28%
Net Interest Margin	3.68%	3.29%	3.36%	3.28%
Net Interest Spread	3.25%	2.77%	2.91%	2.73%
Efficiency Ratio	62.95%	77.92%	74.34%	76.57%
Return (Loss) On Average Assets (annualized)	-0.48%	0.24%	-0.08%	3.50%
Return (Loss) On Average Equity (annualized)	-6.01%	2.91%	-1.08%	4.08%
Nonaccrual Loans	\$ 4,048,359	862,508	\$ 4,048,359	862,508