



Community Bancorp, Inc.

FIRST QUARTER SHAREHOLDER UPDATE

The Board of Directors is pleased to declare a quarterly cash dividend of 18¢ per share payable April 23, 2010, to stockholders of record as of March 31, 2010.

We are pleased to announce the following positive financial highlights for CNB Community Bancorp, Inc.:

- First quarter net income was \$835,000, an increase of \$146,000 or 21% from the first quarter of 2009.
- Earnings per share for the first quarter equaled 42¢, an increase of 7¢ per share, from the first quarter of 2009.
- Return on average equity for the first quarter is 10.8%, an improvement over the first quarter 2009 of 9.14% ROE.
- Book value per share now stands at \$15.17, increasing 45¢ from the first quarter of 2009.

Our very good first quarter earnings were attributable to a \$383,000 improvement in our net interest income, a \$174,000 gain on a security sold and manageable credit losses. The balance sheet reflects a \$2 million increase in deposits and \$6 million increase in loan totals from year ending 12/31/2009. County National Bank and CNB Community Bancorp, Inc. continue to be considered well capitalized with total capital to risk weighted assets equaling 11.6%.

Our loan portfolio continues to perform well. Given the continued stress of a shrinking economy, high unemployment and falling real estate values, this is a credit to our lenders and managers. Through the first quarter, net loan charge offs were \$207,000 or .31% annualized of average loans outstanding, and the provision expense for losses on loans was \$434,000 compared to \$283,000 for the same period last year. The investment portfolio is performing well with no deterioration in value or other impairments from year end values.

We continue to face a very challenging and uncertain economic landscape. This economic backdrop emphasizes the need to conserve capital. We are seeing growth opportunities like never before, but with the focus on bank capital adequacy, your Board and management must work to control the rate of growth to be commensurate with the growth in capital. CNB Community Bancorp, Inc. does a fine job of managing capital and also rewarding shareholders with dividend income.

We are optimistic about the future of your bank. Our employees, managers and directors continue to work hard to produce solid returns for our shareholders and positive economic results for the communities we service. Again, we thank you for the continued support of your locally owned community bank.

Craig S. Connor
President & CEO



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Community Bancorp, Inc.
CONSOLIDATED BALANCE SHEET

<u>ASSETS</u>	March 31 <u>2010</u>	December 31 <u>2009*</u>	<u>LIABILITIES AND STOCKHOLDERS EQUITY</u>	March 31 <u>2010</u>	December 31 <u>2009*</u>
Cash and Due from Banks	\$22,105,000	\$31,103,000	Non-Interest Bearing Accounts	\$44,097,000	\$46,814,000
Investment Securities	23,730,000	25,543,000	Interest Bearing Accounts	<u>242,587,000</u>	<u>237,852,000</u>
Federal Funds Sold	494,000	322,000	Total Deposits	286,684,000	284,666,000
Net Loans	264,554,000	258,658,000	Federal Funds Purchased	- 0 -	- 0 -
Bank Premises	4,607,000	4,707,000	Other Borrowings	7,851,000	14,451,000
Other Assets	<u>10,296,000</u>	<u>10,023,000</u>	Other Liabilities	1,072,000	1,639,000
			Stockholders Equity	<u>30,179,000</u>	<u>29,600,000</u>
			TOTAL LIABILITIES AND STOCKHOLDERS EQUITY	\$325,786,000	\$330,356,000
TOTAL ASSETS	\$325,786,000	\$330,356,000	Shares Outstanding	1,989,263	1,989,263
			Book Value Per Share	\$15.17	\$14.88

*Adjusted to annual report and audit

CONSOLIDATED STATEMENT OF INCOME

	Three Months Ended	
	March 31 <u>2010</u>	March 31 <u>2009</u>
Interest Income	\$4,219,000	\$4,187,000
Interest Expense	<u>698,000</u>	<u>1,049,000</u>
Net Interest Income	3,521,000	3,138,000
Provision for Loan Losses	<u>434,000</u>	<u>283,000</u>
Net Interest Income after Provision	3,087,000	2,855,000
Other Income	1,081,000	1,217,000
Other Expense	<u>3,048,000</u>	<u>3,069,000</u>
Income before Federal Income Taxes	1,120,000	1,003,000
Federal Income Taxes	<u>285,000</u>	<u>314,000</u>
NET INCOME	\$835,000	\$689,000
Shares Outstanding	1,989,263	1,984,043
Net Income Per Share	\$0.42	\$0.35