

**MARION BANK AND TRUST COMPANY
MARION, ALABAMA**

CHANGES IN CAPITAL

	<u>December 31, 2008</u>	<u>December 31, 2007</u>
Balance End of Previous Year	\$ 17,858,834.26	\$ 16,368,145.27
Accounting Adjustments	-0-	288,989.00
Net Income	1,413,661.07	1,406,367.94
Less Cash Dividends	672,386.00	672,386.00
Change in Net Unrealized Gains (Losses on Securities)	(425,132.25)	467,718.05
TOTAL END OF YEAR	\$ 18,174,977.08	\$ 17,858,834.26

CHANGES IN ALLOWANCE FOR LOAN LOSSES

	<u>December 31, 2008</u>	<u>December 31, 2007</u>
Balance End of Previous Year	\$ 710,375.85	\$ 720,034.43
Recoveries	81,943.70	182,716.73
Less: Charge Offs	320,537.83	267,375.31
Provisions for Loan Losses	250,000.00	75,000.00
BALANCE END OF PERIOD	\$ 721,781.72	\$ 710,375.85