**The Freedom Bank of Virginia**
**Statements of Financial Condition**
**(UNAUDITIED)**

| ASSETS | 12/31/2014 | 12/31/2013 |
|---|---|---|
| Cash and due from banks | $4,917,099 | $8,171,071 |
| Federal funds sold | 24,837,000 | 16,817,000 |
| Interest Bearing Balances with Banks | 1,024,155 | 1,020,078 |
| Investment securities available for sale, at fair value | 27,294,953 | 23,740,219 |
| Investment securities held to maturity | 5,610 | 44,679 |
| FHLB and Federal Reserve Bank stock | 1,104,000 | 778,000 |
| Loans held for sale | 649,975 | 768,900 |
| Loans receivable | 278,989,586 | 220,164,884 |
| Allowance for possible loan losses | (2,685,807) | (2,587,363) |
| Net Loans | 276,303,779 | 217,577,521 |
| Premises and equipment, net | 830,770 | 292,377 |
| Accrued interest and other receivables | 864,224 | 697,326 |
| Other Real Estate Owned | | |
| Other assets | 2,619,512 | 2,193,284 |
| Bank Owned Life Insurance | 2,160,567 | 2,101,603 |
| Total Assets | $342,611,644 | $274,202,059 |
| **LIABILITIES AND STOCKHOLDERS' EQUITY** | | |
| Liabilities: | | |
| Demand deposits: | | |
| Non-interest bearing deposits | $51,431,344 | $39,085,418 |
| Interest Checking | 65,959,271 | 47,370,151 |
| Savings deposits | 2,637,231 | 3,704,290 |
| Time deposits | 191,660,138 | 156,993,688 |
| Total Deposits | 311,687,984 | 247,153,547 |
| Other accrued expenses | 1,062,136 | 852,477 |
| Accrued interest payable | 92,304 | 77,309 |
| Total Liabilities | 312,842,424 | 248,083,334 |
| Stockholders' Equity: | | |
| Common stock, $3.16 par value. (5,000,000 shares authorized: | | |
| 4,025,348 shares issued and outstanding December 31, 2014 | | |
| 3,810,822 shares issued and outstanding December 31, 2013) | 12,707,042 | 12,042,200 |
| Additional paid-in capital | 17,457,152 | 16,371,940 |
| Accumulated other comprehensive income | (118,889) | (418,932) |
| Retained earnings (deficit) | (276,085) | (1,876,483) |
| Total Stockholders' Equity | 29,769,220 | 26,118,725 |
| Total Liabilities and Stockholders' Equity | $342,611,644 | $274,202,059 |

The Notes to Financial Statements are an integral part of these statements.