FREEDOM BANK

Dear Shareholders;

On behalf of our board of directors and management, we are please to present these results. The Freedom Bank of Virginia earned a record pre-tax net income of $904,881 at June 30, 2015, up from $828,592 for the first half of 2014. Net income after tax was $597,381 at June 30, 2015. The bank was not required to pay income taxes in 2014.

Freedom Bank earned a pre-tax net income of $688,857 for the quarter ending June 30, 2015 up (43.4%) from the $480,377 pre-tax net income for the same period the prior year. The net income after taxes was $454,857 for the quarter ending June 30, 2015. This was the bank's twenty-fifth consecutive quarterly net profit.

More loans generated total interest income of $7,973,176 at June 30, 2015, up 21.8% from $6,543,869 the prior year. Non interest income of $1,198,192 at June 30, 2015 increased $954,811 primarily due to an $885,485 increase in fees from mortgage banking operations from the prior year.

Freedom Bank continued its impressive record of growth though June 30, 2015 with total assets of $381,368,227, up (26.9%) from $300,555,167 a year earlier. Gains occurred across the bank's major earning asset groups of marketable securities, loans held for sale and loans receivable. Marketable securities consisting of bonds increased to $32,520,056 up (76.8%) from $18,823,922 a year earlier. Strong performance by the mortgage division increased loans available for sale at June 30, 2015 to $10,264,722, up from $459,000 the prior year. The bank's highest yielding asset, loans receivable, grew to $306,080,492 at June 30, 2015, up (21.0%) from $253,070,371 at June 30, 2014.

The bank continues maintaining high quality credit standards. Past due loans were only 0.04% at June 30, 2015 and non-performing assets for the bank were 0.17%. Both of these measures of asset quality are superior to the bank's peer group and are better than national averages.

Large increases in assets were funded by more deposits and capital. Non-interest bearing checking deposits were $53,421,966 at June 30, 2015 compared with $48,823,404 a year earlier. Interest bearing checking deposits were $75,990,493, up 51.5% from $50,145,053 the prior year. Certificates of Deposits increased to $215,697,857 at June 30, 2015 from $170,554,825 same period prior year. Capital increased to $32,163,397 at June 30, 2015, up $5,027,031(18.5%) from the $27,136,366 balance at June 30, 2014. Two stock sales by the bank provided approximately $3.5 million after expenses and retained earnings accounted for the balance of the capital increase.

Provisions of the Basel III accords governing banks worldwide went into effect January 1, 2015 so now Freedom Bank must adhere to a new set of capital ratios. We are please that we remain well capitalized. Our ratios at March 31, 2015 were Leverage 8.99%, Tier 1 Capital 10.32% and Tier 2 Capital 11.25%.

We thank you for your continued support of the bank.

Craig S. Underhill
President & CEO

Richard Litman
Chairman

502 Maple Avenue West
Vienna, Virginia 22180
703.667.4170

11700 Plaza America Drive
Reston, Virginia 20190
703.663.2300

10555 Main Street
Fairfax, Virginia 22030
703.242.5300

freedombankva.com