

FLORIDA BANK STOCK REVIEW

A News Source for Florida Bankers and Investors

The Michaels Advisory Group Mission

The ongoing consolidation of the banking industry in general, and Florida banking in particular, has historically created opportunities for patient, long-term bank stock investors. We believe this trend is ongoing and therefore our mission is twofold: 1) to report to investors the news on publicly-traded Florida bank stocks which may otherwise go unnoticed due to limited reporting services; and 2) to help our clients identify and invest in select bank stocks. Our goal is to generate long-term capital gains for our clients via the price appreciation of our portfolio companies.

Celebrating our 10th Year

For the past ten years, the Florida Bank Stock Review (FBSR) has been providing Florida bankers and investors with relevant news on publicly traded Florida banks. Please verify your e-mail address with our office as soon as possible so that we may include your entry on our distribution list. Contact Michael Lauder or Mike Acampora at 800-363-9652 or via email at: mike.lauder@raymondjames.com, or mike.acampora@raymondjames.com.

For past FBSR issues or additional information about us please visit our website at www.themichaelsadvisorygroup.com

Did You Know?

According to Dorsey Wright & Associates, a technical analysis and money management firm, **the only sector that posted double digit gains for the first two months of the year was the DWA Bank Sector (DWABANK) which is up 10.8% as of 3.1.10.** Raymond James provides extensive research coverage of the banking industry. Please visit our website for a list of covered companies. Source: Dorsey Wright & Associates

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BANK NEWS

Note: The price in parentheses is the price of the stock the day the news was released.

February 01, 2010

Bond Street Holdings LLC - NY

Florida Community Bank – FL

Florida Community Banks Inc. – FL (FLRB – Close: \$0.55)

Premier American Bank NA - FL

The Florida Office of Financial Regulation on Jan. 29 closed Immokalee, FL.-based Florida Community Bank and named the FDIC receiver in a failure that will cost the FDIC's deposit insurance fund an estimated \$352.6 million. The FDIC, in turn, entered into a purchase and assumption agreement with Miami-based Premier American Bank NA, which agreed to assume all the deposits of the failed bank, paying a 0.4% premium to the federal regulator. In addition to assuming all the deposits, Premier American Bank agreed to purchase approximately \$499.1 million of the failed bank's assets, which stood at approximately \$875.5 million, as of Sept. 30, 2009. The FDIC will retain the remaining assets for later disposition. Florida Community Bank, a unit of Immokalee-based Florida Community Banks Inc., had \$795.5 million in total deposits, as of the same date. The FDIC and Premier American Bank entered into a loss-share transaction on \$305.4 million of Florida Community Bank's assets, under which Premier American Bank will share in the losses on the covered asset pools. The 11 branches of Florida Community Bank will reopen during normal business hours as branches of Premier American Bank, a unit of New York-based Bond Street Holdings LLC. Florida Community Bank is the 11th FDIC-insured institution to fail in the United States so far in 2010 and the second in Florida. (Company PR)

BU Financial Holdings LLC – FL

BankUnited – FL

SunTrust Bank – GA

SunTrust Banks Inc. – GA (STI – Close: \$24.33)

Coral Gables, FL-based BU Financial Holdings LLC unit BankUnited said Jan. 28 that it appointed Robert Hummel Senior Vice President of Commercial Real Estate. Hummel will oversee the bank's commercial real estate banking and lending activities. Hummel most recently managed the real estate finance group of the

six-county South Florida region at Atlanta-based SunTrust Bank, a unit of SunTrust Banks Inc.

(Company PR)

February 03, 2010

Bank of Florida Corp. – FL (BOFL – Close: \$1.260

As of Dec. 31, 2009, Bank of Florida Corp. had a Tier 1 leverage ratio of 2.88%, a Tier 1 risk-based capital ratio of 3.61% and a total risk-based capital ratio of 6.25%, according to a company earnings report released Feb. 1. Under current regulatory standards, a bank is considered "significantly undercapitalized" if its capital ratios fall below any of the following minimum levels: a total risk-based capital ratio of less than 6%, a Tier 1 risk-based capital ratio of less than 3% or a leverage ratio of less than 3%. The company reported a fourth-quarter net loss of \$19.8 million, or \$1.55 per share. RAYMOND JAMES & ASSOCIATES MAKES A MARKET IN BOFL SHARES (Company PR)

BU Financial Holdings LLC - FL

BankUnited FSB – FL

Ramiro Ortiz, the president and CEO of the failed Coral Gables, FL-based BankUnited FSB and the new BankUnited, has retired. He joined the failed BankUnited as President and COO in 2002 and succeeded founding CEO Alfred Camner in October 2008. John Kanas reportedly was named the new CEO. (Company PR)

Marine Bank & Trust Co. – FL

Vero Beach, FL-based Marine Bank & Trust Co. named William Penney President and CEO, effective in February. Penney replaces retiring C. Andrew Lawrence, who has served as President and CEO since October 2003. Penney, founder of Penney Resources Inc., a financial and business development consulting company, reportedly joined the bank in March 2004 as Executive Vice President and Chief Lending Officer. (Company PR)

Old Southern Bancorp Inc. - FL

Old Southern Bank - FL

A group of investors has shown interest in injecting fresh capital totaling \$45 million into Orlando, FL-based Old Southern Bancorp Inc. unit Old Southern Bank. The bank has submitted its recapitalization and business plans to its regulators for review. The Federal Reserve issued a prompt corrective action directive Jan. 13 against Old Southern Bank, ordering the bank to return to "adequately capitalized" status and giving it 30 days to boost its capital ratios or sell. (FRBEA)

February 04, 2010

Bank of Florida Corp. – FL (BOFL – Close: \$1.20)
The NASDAQ Stock Market notified Naples, FL-based Bank of Florida Corp. that the company has regained compliance with the minimum bid price rule, according to a Feb. 3 news release. The company's common stock price closed with a bid price above \$1 per share for at least 10 consecutive business days. RAYMOND JAMES & ASSOCIATES MAKES A MARKET IN BOFL SHARES
(Form 8-K Filing)

Florida Bank Group Inc. – FL
Florida Bank – FL

Regions Financial – AL (RF – Close: \$6.39)
Tampa, FL-based Florida Bank Group Inc. unit Florida Bank named Dale Reid Executive Vice President and Chief Risk Officer of the bank. Formerly, Reid was Senior Vice President and Senior Credit Officer of Birmingham, AL-based Regions Financial Corp. in North Florida.
(Company PR)

Raymond James Financial Inc. – FL (RJF – Close: \$26.73)

Raymond James & Associates Inc. – FL
Wells Fargo & Co. - CA (WF – Close: \$26.73)
Wells Fargo Advisors LLC - MO

Raymond James Financial Inc. reported that it updated its fiscal first-quarter results as the result of a \$12.1 million award entered in a FINRA arbitration against the company's subsidiary, Raymond James & Associates Inc. As a result of the outcome, the company said it updated the financial information for the three months ending Dec. 31, 2009. This resulted in an increase in other expense of \$10.8 million, related adjustments to profit-based accruals, a decrease in private client group pretax results of \$10.1 million, a decrease in net income of \$6 million and a decrease in diluted earnings per share of 4 cents. The company on Jan. 20 reported net income for its fiscal first quarter of \$49.0 million, or 39 cents per share, compared to \$43.0 million, or 35 cents per share, reported for the year-ago quarter. The judgment was based on the arbitrators' decision that found Raymond James & Associates liable for the raiding of four A.G. Edwards & Sons Inc. branches shortly after it was announced that the firm had been acquired by Wachovia Securities, which was subsequently sold to Wells Fargo Advisors LLC, a unit of Wells Fargo & Co. Raymond James said the panel did not provide an explanation for their conclusion and said it does not agree with the decision as it believes that the financial advisers concerned were evaluating other affiliation alternatives at that time, in response to the takeover of A.G. Edwards by Wachovia. The company is reviewing the situation to determine its next course of action. *This is provided for information purposes only and is not a solicitation to purchase shares of Raymond James Financial.*
(Form 8-K Filing)

February 05, 2010

Old Florida Bancshares – FL
Old Florida National Bank – FL
Longwood, FL-based Old Florida Bancshares Inc. unit Old Florida National Bank opened its eighth central Florida location in Apopka, FL on Feb. 2. (Company PR)

February 09, 2010

Turnberry Financial Services Inc. – FL
Turnberry Bank - FL
Aventura, Fla.-based Turnberry Financial Services Inc. unit Turnberry Bank recently appointed Robert Regolizio Senior Vice President and Chief Credit Officer. Regolizio previously served as Senior Vice President and Commercial Credit Policy Officer at BankUnited.
(Company PR)

February 10, 2010

Continental National Bank of Miami – FL
Continental Bancorp – FL
First Bank of Miami – FL
First Bank of Miami Shares Inc. - FL
Miami-based Continental Bancorp unit Continental National Bank of Miami named Sonia Canessa-Gonzalez Senior Vice President and CFO of the bank. Previously, Canessa-Gonzalez served in the same capacity at Coral Gables, FL-based First Bank of Miami Shares Inc. unit First Bank of Miami and Bristol Bank.
(Company PR)

Marco Community Bancorp Inc. – FL (MCBN – Close: \$0.250)

Marco Community Bank - FL
Marco Island, FL-based Marco Community Bancorp Inc. unit Marco Community Bank consented Feb. 2 to a prompt corrective action directive from the Federal Reserve, giving the bank 45 days to raise capital or sell. Marco Community Bancorp previously disclosed that Marco Community Bank was "critically undercapitalized" as of Dec. 31, 2009. In the Form 8-K, the company said Marco Community Bank would need to increase its Tier 1 capital by about \$5 million to return to "adequately capitalized" status, as required by the prompt corrective action directive. RAYMOND JAMES & ASSOCIATES MAKES A MARKET IN MCBN SHARES
(Form 8-K Filing)

Ocean Bankshares Inc. – FL
Ocean Bank - FL

Miami-based Ocean Bankshares Inc. unit Ocean Bank promoted Alvaro Luis to the position of Senior Vice President of the bank's corporate lending division. In the new role, Luis will be responsible for developing

commercial lending business and enhancing business relations with existing corporate customers, according to the news outlet. Previously, Luis served as Vice President of Corporate Lending at the bank. The company also named Nancy Pastor Senior Vice President and Senior Development Officer. Pastor, formerly Senior Vice President and Private Banking Producing Manager at BankUnited, will be tasked with building a domestic wealth management franchise.
(Company PR)

February 16, 2010

BankAtlantic Bancorp Inc. – FL (BBX – Close: \$1.26)
Registrant filed a registration statement for up to \$75 million of certain types of its securities. Proceeds from the offering will be used for general corporate purposes.
(Form S-3 Filing)

February 17, 2010

1st United Bancorp Inc. – FL 9FUBC – Close: \$7.76)
The company reported that it filed its financial report for the period ended Dec. 31, 2009. Registrant reported the date of the availability of the report on the registrant's Web site.
(Form 8-K Filing)

February 18, 2010

First Community Financial Corp. – FL
First Community Bank Corp of America – FL (FCFL – close: \$2.66)
Pinellas Park, FL-based First Community Bank Corp. of America filed a post-effective amendment to a Form S-1 seeking to deregister 286,503 units, consisting of 1,193,285 shares of common stock and 286,503 shares of convertible preferred stock that remain unsold under the registration statement. The company had offered 600,000 units for sale. First Community Bank is a unit of St. Petersburg, FL-based First Community Financial Corp. RAYMOND JAMES & ASSOCIATES MAKES A MARKET IN FCFL SHARES (Company PR)

February 19, 2010

Coastal Bank & Trust of FL – FL
Synovus Financial Corp. – GA (SNV – Close: \$2.76)
Pensacola, FL-based Coastal Bank & Trust of Florida has appointed Joseph Youd President and CEO, following the retirement of Thomas Carter. Youd has been the COO of Coastal Bank, a unit of Synovus Financial Corp., since 2001. Carter was the Regional CEO of Synovus Financial and the CEO of Coastal Bank.
(Company PR)

First Community Bank Corp. of America – FL (FCFL – Close: \$2.69)

First Community Bank of America – FL
First Community Financial Corp. – FL
Pinellas Park, FL-based First Community Bank Corp. of America sold \$10.4 million of units in a public offering which concluded Feb. 12. The directors, officers, employees and existing shareholders of unit Pinellas Park-based First Community Bank of America purchased more than 259,000 units for \$8.7 million, First Community Bank Corp. of America according to President and CEO Kenneth Cherven. The company's initial closing was held Dec. 31, 2009, when it sold \$6.3 million of the units. The company injected all of these proceeds to the unit on the same day. The company sold \$4.1 million of the remaining units between Jan. 1 and Feb. 12. Each unit comprises 1 share of 10% cumulative convertible perpetual preferred stock, series B, with a liquidation preference of \$25 per share and 4.165 shares of the company's common stock. Each of the series B preferred shares is convertible into shares of the company's common stock at an initial conversion price of \$2.50, pending adjustment. Raymond James & Associates Inc. served as the placement agent for the offering. St. Petersburg, FL-based First Community Financial Corp. is the ultimate parent of First Community Bank Corp. of America. RAYMOND JAMES & ASSOCIATES MAKES A MARKET IN FCFL SHARES (Form 8-K Filing)

RockBridge Commercial Bank - GA
Hillcrest Bank Florida - FL

The FDIC, through DebtX, announced an offering of loan participations totaling \$60 million related to two failed institutions, according to a document last updated Feb. 17. The entities are Atlanta-based RockBridge Commercial Bank and Naples, FL-based Hillcrest Bank Florida, which failed Dec. 18, 2009, and Oct. 23, 2009, respectively. The federal agency initially disclosed an offering of \$63 million in assets of these entities. The announcement indicated that 39% of the loans are classified as seasoned performing, while the remaining 61% are classified as nonperforming. The collateral mainly comprises commercial real estate, multifamily and residential real estate located in Arizona, Florida, Georgia and Tennessee. Due diligence commences Jan. 28, with bidding scheduled for Feb. 23. Bidding on this offering is limited to FDIC-insured banks only.
(Company PR)

February 22, 2010

Bank of Florida Corp. – FL (BOFL – Close \$1.18)
Bank of Florida Southeast - FL
Bank of Florida Corp. unit Bank of Florida - Southeast appointed Rolando Montoya to its Board of Directors. Currently, Montoya serves Miami Dade College as Chief

Academic and Operating Officer. RAYMOND JAMES & ASSOCIATES MAKES A MARKET IN BOFL SHARES (Company PR)

Bank of Florida Corp. – FL (BOFL – Close \$1.18)

Bank of Florida Southeast – FL

Bank of Florida Southwest - FL

Two of Naples, FL-based Bank of Florida Corp.'s subsidiaries have suspended interest and principal payments on subordinated debt. The board of Fort Lauderdale, FL-based Bank of Florida – Southeast suspended payment on the unit's \$10.0 million in subordinated debt Feb. 17, and the board of Naples-based Bank of Florida - Southwest, which has \$6.0 million in subordinated debt, followed suit Feb. 18. RAYMOND JAMES & ASSOCIATES MAKES A MARKET IN BOFL SHARES (Form 8-K Filing)

Marco Community Bancorp Inc. – FL

Marco Community Bank – FL (MCBN – Close: \$0.18)

Mutual of Omaha Bank – NE

Mutual of Omaha Insurance Co. - NE

The Florida Office of Financial Regulation closed Marco Island, FL-based Marco Community Bancorp Inc. unit Marco Community Bank and named the FDIC receiver in a failure estimated to cost the FDIC's deposit insurance fund \$38.1 million. Consequently, the federal agency inked a purchase and assumption agreement with Omaha, NE-based Mutual of Omaha Insurance Co. unit Mutual of Omaha Bank, whereby Mutual of Omaha Bank will assume all the deposits and purchase essentially all the assets of the failed bank. Mutual of Omaha Bank will pay the FDIC a premium of 1.5% to assume the deposits. As of Dec. 31, 2009, Marco Community Bank had approximately \$119.6 million in total assets and \$117.1 million in total deposits. The sole branch of Marco Community Bank will reopen Feb. 20 as a branch of Mutual of Omaha Bank. In addition, the FDIC and Mutual of Omaha Bank entered into a loss-share transaction on \$104.8 million of Marco Community Bank's assets. Marco Community Bank is the 17th FDIC-insured institution to fail in the U.S. in 2010 and the third in Florida. RAYMOND JAMES & ASSOCIATES MAKES A MARKET IN MCBN SHARES (FDIC)

February 23, 2010

Marshall & Ilsley Corp. – WI (MI – Close: \$6.97)

M&I Marshall & Ilsley - WI

Orion Bancorp Inc. - FL

Milwaukee-based Marshall & Ilsley Corp. unit M&I Marshall & Ilsley Bank has won a \$16.9 million judgment in its lawsuit against Naples, FL-based Orion Bancorp Inc. for failing to repay a \$17 million loan. The judgment also states that Orion Bancorp must pay the loan amount and all the attorney fees and any other costs involved in the collection of the debt. The lawsuit sought

repayment of roughly \$17 million in principal plus interest of almost \$319,000 and other charges. Orion Bancorp was closed Nov. 13, 2009, by Florida Office of Financial Regulation. (Company PR)

February 24, 2010

BankAtlantic Bancorp Inc. – FL (BBX – Close: \$1.24)

BFCF Financial Corp. – FL (BFCF – Close: \$0.31)

Fort Lauderdale, FL-based BankAtlantic Bancorp Inc. extended the expiration time of its cash offers to purchase and consent solicitations relating to the 12 series of its trust preferred securities with an aggregate principal amount of \$230 million to 5 p.m. ET on March 22, unless extended or terminated earlier. BankAtlantic Bancorp is a unit of Fort Lauderdale, FL-based BFC Financial Corp. (Form 8-K Filing)

Raymond James Financial Inc. – FL (RJF – Close: \$26.15)

Raymond James Bank FSB - FL

Raymond James Financial Inc. reported that its total financial assets under management as of January were \$26.9 billion, compared to \$27.6 billion in the previous month and \$19.8 billion as of January 2009. The company received \$155.6 million in securities commissions and fees for the month, compared to \$163.4 million in December 2009 and \$123.0 million in the year-ago month. Raymond James managed or co-managed 10 underwritings during January, compared to seven in the prior month and six in January 2009. Total customer assets under administration for the month amounted to \$228.8 billion. Raymond James Bank FSB, the company's banking unit, had total assets of \$7.5 billion at the end of January, compared to \$7.9 billion as of December 2009 and \$9.1 billion a year ago. ***This is provided for information purposes only and is not a solicitation to purchase shares of Raymond James Financial.*** (Company PR)

February 25, 2010

CenterState Banks Inc. – FL (CSFL – Close: \$11.01)

The company announced that it made a presentation at a conference sponsored by Keefe Bruyette & Woods Inc. The company announced that on March 9 it will make a presentation at the Raymond James Institutional Conference. The investor presentation was included by exhibit. RAYMOND JAMES & ASSOCIATES MAKES A MARKET IN CSFL SHARES (Form 8-K Filing)

February 26, 2010

BU Financial Holdings LLC – FL

BankUnited – FL

JPMorgan Chase & Co. – NY (JPM)

As part of two management changes in its mortgage division, Miami Lakes, FL-based BU Financial Holdings

LLC unit BankUnited named Rose Haga Senior Vice President and Loan Servicing Manager. Haga replaces Doreen Pleffner, who will lead the Business Improvement Group within the division. Haga joins from JPMorgan Chase & Co. in Jacksonville, FL where she served as Mortgage Operations Manager. Pleffner has overseen loan servicing activities for BankUnited for the last five years. (Company PR)

National Bank of Canada NA – Canada – Close: C\$59.73)

Natbank NA - FL

Montreal-based National Bank of Canada named Marie-Claude Lebel President and COO of its unit Natbank NA, effective May 31. Lebel, who currently serves as Executive Vice President of Natbank, will succeed Rosaline Cyr. Cyr will join the unit's board.

(Company PR)

EARNINGS RELEASES

February 01, 2010

CenterState Banks Inc. – FL (CSFL – Close: \$11.06)

CenterState Banks, Inc. reported a net loss for the fourth quarter 2009 of \$4,027,000 (\$0.16 per share), which included a loan loss provision of \$9,386,000, other OREO and credit related costs of \$1,583,000, an impairment charge of \$939,000 related to land the Company was holding for future expansion and a core deposit intangible impairment charge of \$1,200,000.

- Strong capital position – the Company has a Tier 1 Leverage Capital ratio of 11.4% and a Tangible Common Equity ratio of 11.3%, one of the strongest capitalized publicly traded community banks in Florida.
- Strong and growing earnings excluding credit costs – pre-tax pre-provision and credit cost earnings (see table and notes below) was \$6,451,000 during the current quarter compared to \$5,749,000 during the previous quarter, and compared to \$2,926,000 during the same quarter last year.
- The Company's correspondent banking division (a reportable segment) continues to add incremental revenue – it reported \$7,119,000 of gross commissions from bond sales during the quarter (\$17,916,000 for the year) – the reportable segment contributed approximately \$1,606,000 of after tax

earnings during the current quarter.

- Credit metrics – the Company's non performing loans ("NPL") ratio increased to 4.42% from 3.12% reported in the previous quarter, the non performing assets ("NPA") ratio also increased to 3.05% from 2.20%, and the allowance for loan losses as a percentage of total loans increased to 2.43% compared to last quarter's 1.85%. Allowance for loan losses as a percentage of NPLs was 55% which was comparable to last quarter's 59% and an increase compared to the 45% reported in the second quarter.
 - Net interest margin ("NIM") compressed 15 basis points ("bps") to 3.27% compared to 3.42% reported during the previous quarter. The Company's loans were affected by the increase in non accruals and the investments were affected by the \$71,899,000 of securities available for sale which were sold during the current quarter resulting in a gain of \$1,538,000.
 - Core deposit intangible ("CDI") impairment – the Company recorded a \$1,200,000 impairment charge during the quarter relating to core deposits acquired pursuant to a March 2006 bank acquisition. The acquired deposits decayed significantly faster than originally contemplated in 2006. The Company does not expect any material impairment with the remaining deposits relating to this 2006 acquisition as well as any of the other intangibles currently included in the Company's consolidated balance sheet.
 - Impairment of excess bank property – the Company has several parcels of property which have been made available for sale. Current accounting rules require the Company to record real estate held for sale at the lower of cost or market. Based on appraisals received during the current quarter, the Company marked the properties to fair market value, and recorded a charge of approximately \$939,000.
 - FDIC assisted transactions – the Company is continuing to monitor FDIC assisted bank acquisition opportunities and expects to bid on one or more targeted institutions within Florida which the Company anticipates that the FDIC will eventually place on their bid list, although there is no assurance that any Company bid would be accepted.
- Non performing loans as a percentage of total loans were 4.42% at December 31, 2009 compared to 3.12% at September 30, 2009. Non performing assets were \$53,452,000 at December 31, 2009, compared to \$39,319,000 at September 30, 2009. Non performing assets as a percentage of total assets were 3.05% at

December 31, 2009 compared to 2.20% at September 30, 2009. As indicated above, non accrual construction, acquisition and development, and land loans totaled \$10,735,000 at December 31, 2009. Of this amount, approximately 15% is construction and the remaining 85% is developed lots and other land. The largest loan in this category is \$2,250,000, which is collateralized by single family residential building lots. There are no other non accrual loans in the category in excess of \$1,000,000. The Company believes that this is the loan category where the most risk is present. The category represents only 12% of the total loan portfolio, yet 26% of total non accrual loans are in this category. During the current quarter, the Company has charged off, net of recoveries, approximately \$962,000 of the loans in this category. During the year ending December 31, 2009, the Company had total net charge offs, net of recoveries, of \$13,345,000. Almost half (\$6,401,000) came from this category. During the current quarter, total deposits increased by \$48,788,000, or 3.9%. The Bank sold approximately \$71,899,000 of securities available for sale during the fourth quarter of 2009, recognizing a gain on sale of \$1,538,000. The Company is a multi bank holding company which operates through four wholly owned subsidiary banks with 38 locations in ten counties throughout Central Florida. RAYMOND JAMES & ASSOCIATES MAKES A MARKET IN CSFL SHARES (Form 8-K Filing)

February 04, 2010

Seacoast Banking Corp. of Florida – FL (SBCF – Close: \$1.50)

Seacoast Banking Corporation of Florida reported a fourth quarter net loss of \$36.1 million compared with a net loss of \$22.6 million for the fourth quarter of 2008. Including preferred stock dividends and accretion of discount of \$937,000, the net loss applicable to common shareholders was \$37.1 million or \$0.69 per average common diluted share for the fourth quarter compared to a net loss of \$22.7 million or \$1.19 per average common diluted share for the fourth quarter of 2008. Liquidation of the construction and land development loan portfolio continued in the current quarter with commercial construction loans declining significantly by \$51.2 million or 39.8 percent to \$77.5 million. Nonperforming assets declined substantially during the quarter due to a slowing of the deterioration of loans and the sale of approximately \$68 million in nonperforming loans. The sale of loans included approximately \$35 million in noncurrent or restructured residential mortgage loans. A total of 48 applications for residential mortgage modification were received in the final quarter of 2009, compared with 73 in the third quarter and 102 in the second quarter of the year. Early stage delinquencies improved or remained stable for all portfolios during the quarter. Accruing residential mortgage loans (including home equity lines) 30-89 days past due totaled \$5.7 million (or 1.1 percent of residential loans) compared to

\$7.1 million in the prior quarter. Commercial real estate and construction and land development loans 30-89 days past due totaled \$2.2 million (or 0.3 percent) compared to \$3.0 million in the prior quarter. Loans 90 days or more past due, not on nonaccrual, continued to be nominal for all portfolios. Total noninterest expenses for the year ended 2009 (excluding noncash goodwill impairment) totaled \$81.9 million, an increase of \$3.0 million compared with 2008. Excluding net losses on OREO and other one-time expenditures, other operating expenses declined to \$17.7 million in the fourth quarter, \$2.4 million or 12.1 percent lower on a comparable basis to the fourth quarter last year. Net interest income (on a tax equivalent basis) was \$17.5 million for the fourth quarter 2009, the same as the fourth quarter 2008, but \$1.6 million below third quarter 2009 as a result of a decline in loans and lower loan and investment yields. These adverse impacts were partially offset by reduced deposit costs, and produced higher net interest margin, which totaled 3.37 percent, up 5 basis points in the fourth quarter 2009, compared with 3.32 percent for the same quarter 2008, but lower than the 3.74 percent for the third quarter 2009. Average loans outstanding (net of unearned income) during the fourth quarter 2009 were \$260 million lower than the same quarter of 2008, and ending loans (net of unearned income) were \$279 million or 16.7 percent lower than a year ago. The yield on loans in the fourth quarter 2009 was 50 basis points lower than the same period in 2008, reflecting the impact of higher average nonperforming and restructured loans. Average noninterest bearing deposits in the fourth quarter 2009 declined by \$1.2 million, compared to the same period in 2008, but increased by \$1.6 million compared to the third quarter 2009. Average interest bearing deposits in the fourth quarter totaled \$1.52 billion, \$44 million lower when compared to the same quarter for 2008, primarily as a result of a decline in brokered certificates of deposits. More recently, average interest bearing deposits increased \$55.3 million during the fourth quarter 2009 compared with the third quarter of 2009. Average balances for certificates of deposits increased by \$18 million compared to the third quarter to \$711 million during the fourth quarter of 2009. The average rate paid in the fourth quarter 2009 for certificates of deposits was 2.20 percent, 139 basis points lower than the rate paid for the same period in 2008. The average cost of interest bearing liabilities for the fourth quarter 2009 totaled 1.38 percent, down 114 basis points from the fourth quarter of 2008, and the average cost of deposits declined 98 basis points to 1.15 percent when compared with the same period for 2008. Retail and commercial core deposits (total deposits excluding certificates of deposit greater than \$100,000, brokered certificates and deposits from local governments) increased to \$1.35 billion at year end, up \$38.8 million or 3.0 percent (or 11.9 percent annualized) during the fourth quarter. Total deposits excluding brokered certificates increased by \$30.8 million or

1.8 percent for the year ended 2009. Earnings (before the provision for loan losses and taxes) for the quarter totaled approximately \$3.4 million, down from \$4.6 million in the third quarter 2009, the result of lower net interest income of \$1.6 million and increased costs associated with one-time consulting projects and branch closures, up \$1.5 million over the third quarter. Noninterest expenses totaled \$20.9 million, increasing \$135,000 from the prior year's fourth quarter and \$362,000 greater than the third quarter of 2009. Professional fees associated with strategic planning assistance and losses on closed branch facilities in the fourth quarter 2009 added \$832,000 and \$905,000, respectively, to total expenses compared to a year ago. Noninterest income, excluding securities gains and losses, declined 4.7 percent when compared to the fourth quarter of 2008, reflecting decreased revenues primarily from wealth management fees, marine finance fees, and service charges on deposits, offset by increases in mortgage banking and debit card fees. RAYMOND JAMES & ASSOCIATES MAKES A MARKET IN SBCF SHARES (Form 8-K Filing)

Community Southern Bank – FL

► Bauer Rating

-Bauer Financial Reports, of Coral Gables, FL., a highly respected financial rating company recently rated CSB with a "Four Star Rating". In addition, CSB is the ONLY Polk County Bank to have an improved star rating!

► Earnings

-In the fourth quarter 2009, only 14% of all the banks in Florida reported positive earnings. For the year ending 12/31/09, CSB had Pre-tax earnings of \$623,560 and \$444,560 after taxes.

► Ranked number 38 out of 300 Florida Banks

-Community Southern Bank's earnings ranked # 38 out of 300 Florida Banks in Return on Equity.

► Growth

-For FY 2009 Total Assets grew by 40.6%

-In 2009, total deposits grew by 41.1%

► Strong Loan Portfolio

-The Bank's low portfolio continues to be free of any major problems or delinquencies. (Company PR)

February 17, 2010

1st United Bancorp Inc. – FL (FUBC – Close: \$7.76)

The company reported that it filed its financial report for the period ended Dec. 31, 2009. Registrant reported the date of the availability of the report on the registrant's Web site. (Form 8-K Filing)

February 19, 2010

Jacksonville Bancorp. Inc – FL (JAXB – Close: \$9.27)

Jacksonville Bancorp, Inc. reported net income for the fourth quarter of 2009 of \$256,000 or \$.15 per diluted

common share, compared to fourth quarter 2008 earnings of \$71,000 or \$.04 per diluted common share. The Company also reported annual earnings for 2009 of \$76,000 or \$.04 per diluted common share, compared to \$35,000 or \$.02 per diluted common share, in 2008. Book value per common share at the period end was \$15.59. Total assets were \$438.8 million at year end, compared to \$434.0 million at the end of 2008. Net loans increased 2.4% to \$384.0 million as of December 31, 2009, compared to \$375.0 million as of December 31, 2008. Total deposits increased 7.3% to \$370.6 million, compared to \$345.5 million as of December 31, 2008. Noninterest bearing deposits increased by \$2.9 million to \$43.7 million, or 6.9%, compared to the prior year. The Company continued to exceed regulatory standards of being "well capitalized" with total risk-based capital, Tier 1 risk-based capital and Tier 1 leverage capital at 11.9%, 9.2% and 8.2%, respectively, at December 31, 2009. Nonperforming assets remained relatively flat at \$12.8 million, or 2.9% of total assets, compared to \$12.5 million, or 2.9% of total assets, compared to the prior year. During the fourth quarter and year, the Bank recorded \$1.1 million and \$4.4 million, respectively, in provision for loan losses, increasing the loan loss reserve to 1.75% from 1.24% a year earlier. The Company had net loan charge-offs of \$648,000 and \$2.2 million during the quarter and year, respectively, compared to \$419,000 and \$2.0 million during the same periods in the prior year. Net interest income for the fourth quarter of 2009 increased to \$3.7 million, compared to the \$2.8 million earned in the fourth quarter of 2008. Interest expense declined by \$1.2 million, compared to the linked quarter, as a result of the low interest rate environment; this was offset somewhat by a transition from low-cost wholesale funding into more expensive time deposits. The net interest margin was 3.47% and 3.23% for the quarter and year, respectively, compared to 2.70% and 2.97% for the comparable periods in 2008, and 3.59% in the third quarter of 2009. Brokered deposits were \$35.7 million, or 9.6% of total deposits, at December 31, 2009, compared to \$45.8 million, or 13.1% of total deposits, at December 31, 2008. Noninterest income decreased from \$1.2 million for the 12-month period in 2008 to \$841,000 for the same period in 2009. Noninterest expense increased \$178,000 or 1.8%, for the year ended December 31, 2009, compared to 2008. During 2008, the Company recorded \$468,000 in merger related expenses as a result of the termination of the merger agreement with Heritage Bancshares, Inc. Jacksonville Bancorp, Inc., a bank holding company, is the parent of The Jacksonville Bank, a Florida state-chartered bank focusing on the Northeast Florida market with approximately \$438 million in assets and five full-service banking offices. RAYMOND JAMES & ASSOCIATES MAKES A MARKET IN JAXB SHARES (Form 8-K Filing)

February 22, 2010

Floridian Financial Group Inc. – FL

The company reported that on Feb. 12 it filed its financial report for the period ended Dec. 31, 2009.

(Form 8-K Filing)

MERGER ANNOUNCEMENTS

February 05, 2010

First South Bancorp Inc. – FL-Announced- (FSOF – Close: \$21.10)

First Southern Bank – FL

Franklin Resources Inc. – CA (BEN – Close: \$ 98.28)

Boca Raton, FL-based First Southern Bancorp Inc. (\$396.9 million) unit First Southern Bank (\$393.2 million) announced that an investor group contributed about \$400 million to the bank in exchange for common and preferred stock. The size of the stake acquired in the transaction was not disclosed. As previously reported, the investors named Herbert Boydston Chairman and CEO, J. Randolph Bryan COO and Marsha Gassan CFO of First Southern Bank. The unit's former CEO, Franklin Burnside, will continue to serve as President, and Chairman Brian Sherr will become Vice Chairman. In addition, the unit reportedly has three new Directors: Robert Cox, former President of Summit Bancorp; Sidney Lassen, former Sizeler Property Investors Chairman and CEO; and William O'Malley, former Chairman of Tidewater. First Southern Bank operates three branches in Palm Beach County, FL ranked No. 20 with a 0.64% share of \$38.9 billion in total market deposits, and two branches in Broward County, FL ranked No. 38 with a 0.21% share of \$37.0 billion in total market deposits. On an aggregate basis, offers for bank and thrift targets in the Southeast between Feb. 2, 2009, and Feb. 2, 2010, averaged 90.2% of book and 92.5% of tangible book. First Southern Bank intends to use the capital to grow into new south Florida markets and elsewhere via the acquisition of failed institutions and for organic growth. The bank could support expansion to at least \$3.5 billion in assets with the new funds. Burnside said that the unit would repay the U.S. Treasury Department's TARP investment when it receives regulatory approval. (Company PR)

February 24, 2010

Cortez Community Bank – FL-Announced-(COTZ – Close: \$0.35)

Brooksville, FL-based Cortez Community Bank (\$84.1 million) will receive a \$15 million investment under a

stock purchase agreement with BCOM CCB Holdings LLC. Under the agreement, BCOM CCB Holdings will purchase 8,108,108 shares of common stock from Cortez Community Bank at \$1.85 per share. The transaction is subject to shareholder and regulatory approvals and the absence of certain material adverse developments with respect to Cortez Community Bank and its business. The buyer is a pension fund investment adviser headquartered in Adventura, FL. BCOM is making the investment in conjunction with a pension fund client, the report said, adding that the deal could close in six to eight months. Following the acquisition of shares, BCOM CCB Holdings would own more than 80% of Cortez Community Bank's outstanding common shares and, subject to regulatory approval, will register as a bank holding company, the news release said. In addition, Cortez Community Bank will offer up to 177,630 shares of common stock to its shareholders of record as of the date of the agreement at not less than \$1.85 per share. Bilzin Sumberg Baena Price & Axelrod LLP and Stroock & Stroock & Lavan LLP served as Legal Advisers to BCOM CCB Holdings, while Kendrick Pierce & Co. initiated the transaction and served as Cortez Community Bank's Financial Adviser. Iglar & Dougherty PA acted as Cortez Community Bank's Legal Adviser. (Company PR)

February 25, 2010

Cortez Community Bank – FL-Update-(COTZ – Close: \$0.35)

BCOM CCB Holdings LLC - FL

BCOM Financial Holdings LLC - FL

Brooksville, FL-based Cortez Community Bank (\$84.1 million) will receive a \$15 million investment under a stock purchase agreement with Miami-based BCOM Financial Holdings LLC affiliate BCOM CCB Holdings LLC. Under the agreement, BCOM CCB Holdings will purchase 8,108,108 newly issued shares of common stock from Cortez Community Bank at \$1.85 per share, or an aggregate of \$15.0 million. The transaction is subject to shareholder and regulatory approvals and the absence of certain material adverse developments with respect to Cortez Community Bank and its business, the news release states. After the completion of the transaction, BCOM will hold between an 80% and 81.8% interest in the bank. Cortez Community Bank will offer up to 177,630 shares of common stock to its shareholders of record as of the date of the agreement for at least \$1.85 per share; if all those shares are sold, BCOM will have an 80% ownership, and if none are sold, the bank will have an 81.8% interest. Based on Cortez's Sept. 30, 2009, financials, and assuming that BCOM acquires an 81.8% stake, the deal value is 60.6% of book and tangible book, and 18.5% of assets, on an aggregate basis. The tangible book discount to core deposits ratio is 24.0%. Offers for bank and thrift targets in the Southeast region between Feb. 23, 2009, and Feb. 23, 2010, averaged 87.4% of book and 89.4% of tangible

book. Cortez Community Bank operates two branches in Hernando County, FL, ranked eighth with a 2.54% share of \$2.3 billion in total market deposits. Bilzin Sumberg Baena Price & Axelrod LLP, with Carlos Junco and Alan Axelrod as Lead Attorney, and Stroock & Stroock & Lavan LLP, with Michael Basile as Lead Attorney, served as Legal Advisers to BCOM CCB Holdings. Kendrick Pierce & Co. Securities Inc., which initiated the transaction, served as Cortez Community Bank's Financial Adviser, with Jeffrey Hunt and Russell Hunt as Lead Bankers. Iglar & Dougherty PA acted as the bank's Legal Adviser, with A. George Iglar as Lead Attorney.
(Company PR)

BENEFICIAL OWNERSHIP FILINGS
(Source: SEC 13D Filing)

None Reported

INSIDER TRADES
(Source: SEC Form 4 Filing)

Completed Buys:

Legend Explanation		
Name;	Title;	# of Shares;
		D – Direct Purchase
		I – Incentive Options
		O – Non-Qualified Options

January 11, 2010

Horizon Bancorp Inc. - FL (HZNB)

Charles S Conoley; CEO; 500 D; 01/06/10

****** Correction to Jan 2010 Newsletter**

The above item was originally entered on our January 2010 newsletter as a sell transaction, it should have been entered as a buy transaction. Our apologies for the oversight.

February 05, 2010

Capital City Bank Group Inc. – FL (CCBG)

Thomas A Barron; Treasurer Dir; 10,000 D; 02/01-02/10

February 09, 2010

Bank of Florida Corp. – FL (BOFL)

LaVonne Johnson; Director; 70,000 I; 02/04/10

February 11, 2010

Seacoast Banking Corp. of FL – FL (SBCF)

Dennis J Arczynski; Other;	566 D; 02/08/10
Jeffrey S Furst; Director;	737 D; 02/08/10
T Michael Crook; Director;	2,972 D; 02/08/10

February 16, 2010

Friends Bank – FL (FRIE)

Jonathan E Proffitt; Director; 700 D; 02/12/09-10/29/09

February 19, 2010

First Community Bank Corp. – FL (FCFL)

Ralph W Cumbee; Regional Pres;	3,124 D; 02/12/10
Ronald R Monck; Regional President;	125 D; 02/12/10
Scott C Boyle; Regional President;	2,499 D; 02/12/10

February 26, 2010

Horizon Bancorp Inc. - FL (HZNB)

Barclay Kirkland; Director;	500 D; 02/24/10
Bradley N Severson; EVP;	100 D; 02/24/10

Completed Sells:

Legend Explanation		
Name;	Title;	# of Shares;
		D – Direct Sale
		I – Incentive Options
		O – Non-Qualified Options

February 18, 2010

Capital City Bank Group Inc. – FL (CCBG)

Thomas A Barron; Treas Director;	3,409 D; 02/10/10
Thomas A Barron; Treas Director;	3,624 I; 02/16/10

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