

PRODUCTS & SERVICES

LOCATIONS

POSSIBILITIES

THE SIGNATURE BANK NEWSLETTER

SECOND QUARTER 2009

Checking Accounts

Savings Accounts

Certificate of Deposits

Individual Retirement Accounts

Credit Solutions

Retirement/Succession Planning Consultations

Courier Service

Night Depository

Remote Deposit Capture

Merchant Services

Cash Management Solutions

Online Banking

DUNWOODY FINANCIAL CENTER*

1449 Dunwoody Village Parkway
Dunwoody, Georgia 30338
Phone: 770-391-1400, Fax: 770-391-1403
Mon. - Fri. 8:30-4:30 and by appointment
Dunwoody Market Manager: David Perlis
Financial Center Manager: Patrick Burkhalter, Jr.

SANDY SPRINGS FINANCIAL CENTER*

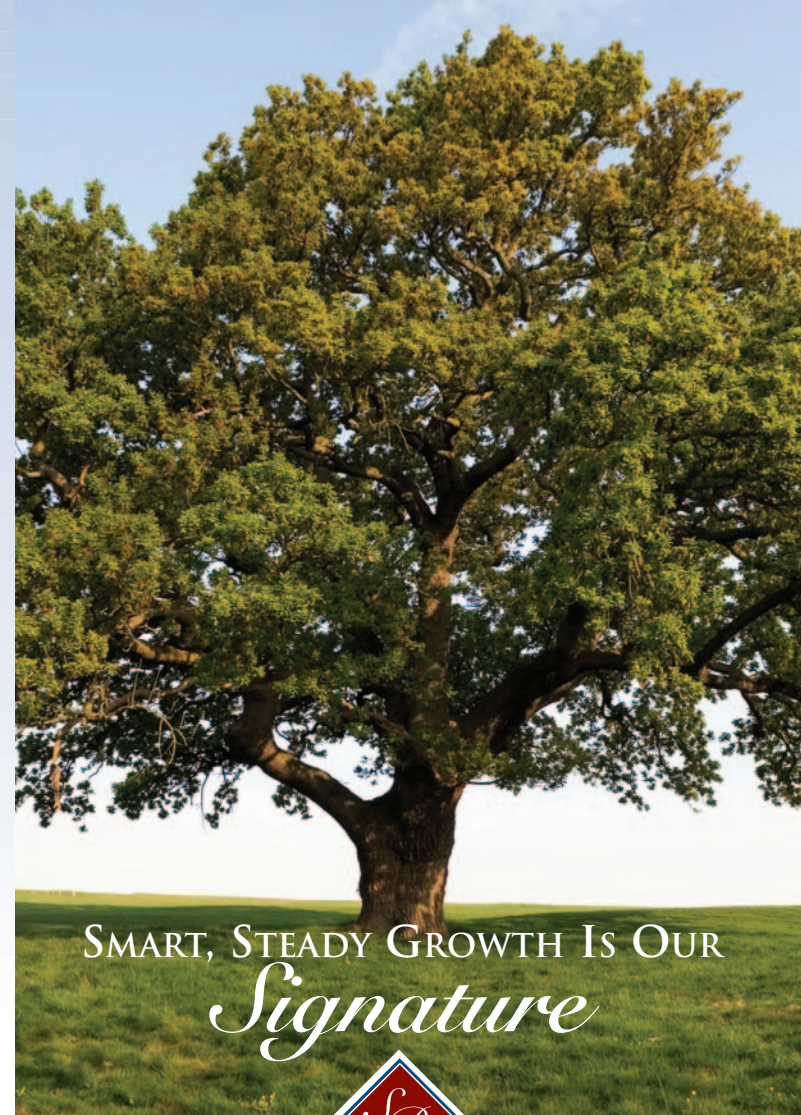
6065 Roswell Road, Suite 110
Sandy Springs, Georgia 30328
Phone: 404-256-7700, Fax: 404-256-7739
Mon. - Fri. 8:30-4:30 and by appointment
Sandy Springs & Forsyth Market Executive / Senior
Commercial Relationship Manager: Matthew McClure
Financial Center Manager: Denise Hunt

FORSYTH FINANCIAL CENTER*

505 Peachtree Parkway
Cumming, Georgia 30041
Phone: (770) 292-8000, Fax: (770) 292-8010
Mon. - Fri. 8:30 - 4:30 and by appointment
Forsyth & Sandy Springs Market Executive / Senior
Commercial Relationship Manager: Matthew McClure
Financial Center Manager: Lori Kroko

*SIGNATURE ATM LOCATION

We are pleased to provide access to the following networks for the convenience of Signature Bank clients free of charge:
AllPoint • Pulse • Presto • Cirrus



SMART, STEADY GROWTH IS OUR
Signature



Signature Bank



Signature Bank



Signature Bank

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A MESSAGE FOR OUR SHAREHOLDERS

FINANCIAL HIGHLIGHTS (Unaudited)

Dear Fellow Shareholder:

With autumn approaching, it's a busy time for many of you. We hope that you and your children have had an enjoyable summer. To better communicate answers to frequently-asked questions, please take a moment to review the following. We hope you will continue to find that Signature Bank brings a measure of fiscal strength and integrity to your financial future.

Q. Is my money protected at Signature Bank?

A. The safest place for your money is with an FDIC-insured bank, such as ours. No one has ever lost a penny of FDIC-insured funds. The best advice we can give you is to avoid taking unnecessary, drastic actions. If your deposits don't exceed FDIC insurance coverage limits, there's no need for you to be concerned. There are ways to structure your accounts to maximize FDIC-insurance coverage so that your deposits of more than \$250,000 can be insured at one bank (deadline has been extended through December 31, 2013). Certain transaction deposit accounts, including our Signature Gold Checking Account, provide full coverage through December 31, 2009. Refer to www.fdic.gov/EDIE which lets you know whether your deposits are within or exceed coverage limits.

Q. What are the characteristics of Signature Bank which set it apart?

A. First and foremost, we are independent. That fact allows us the flexibility to compete more effectively and establish standards of service, solutions and technologies which provide our customers with a better banking experience. We also make loan decisions locally, which provide far greater responsiveness to customers who need to act quickly in their loan needs. At Signature Bank, we keep local deposits actively at work here at home, not spread throughout the region or nation. Most of all, we have been able to create and maintain a sense and spirit of teamwork among our employees; the net result being more professional, caring and capable bankers who provide a higher level of service to those who grace our doorway. We are truly a relationship-based, service-driven community bank.

Q. Is the bank growing?

A. The Signature Bank brand of banking continues to be embraced by not only business owners but individuals and families as well. Since December 31, 2008, our deposits have grown from \$155

	as of 6/30/09	as of 3/31/09
Total Loans:	\$161.5 Million	\$164 Million
Total Investments:	\$39.5 Million	\$28.6 Million
Allowance for Loan & Lease Loss:	\$4.4 Million	\$4 Million
Total Assets:	\$230.4 Million	\$218 Million
Total Deposits:	\$198.7 Million	\$179 Million
Total Capital:	\$19.3 Million	\$19 Million
Net Income/(Loss) MTD:	\$(1.2) Million	\$(119) Thousand
Net Income/(Loss) YTD:	\$(2.1) Million	\$(238.6) Thousand

million to \$199 million and our total assets from \$200 million to \$230 million, an exceptional feat even in a good economy.

Q. How is Signature Bank's Loan portfolio performing?

A. Like most Georgia banks, especially as evidenced in the metro Atlanta area, we continue to work through problems in the performance of our loan portfolio as the current economic cycle continues. We did experience moderation of problem assets quarter over quarter however we continue to expect the market to remain challenging throughout 2010. Consequently, the expenses related to working with the problem loans will have a negative impact on the banks earnings.

Additionally, the bank is required to maintain an allowance for potential loan losses. Allowance for Loan and Lease Losses is an item on our Balance Sheet which reflects monies we have set aside to absorb losses in our loan portfolio. Signature Bank has set aside funds equal to 2.7% of our outstanding loans as of 6/30/09, which is significantly higher than our Georgia peer group. The bank continues to take prudent steps to ensure adequacy of the allowance. Consequently the bank placed an additional \$1 million in the allowance for loan loss for the period ending 6/30/09, the major contributor to the year to date loss of \$2.1 million.

Q. How is the Bank's capital position?

A. The Bank remains well capitalized as indicated by our Leverage Ratio of 8.49%, Tier 1 Risk-Based Capital Ratio of 11.05% and Total Risk-Based Capital Ratio of 12.31%. The Bank closely monitors its capital position to ensure we remain well-capitalized as we navigate through this economic

cycle. In fact, the bank successfully obtained commitments of \$2.4 million in additional capital during the quarter ending 6/30/09 which continues to show investor's confidence in Signature Bank.

Q. Where can I find additional information on Signature Bank's performance?

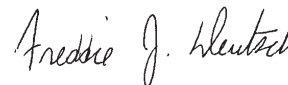
A. All commercial banks are required to file a quarterly report which provides detailed information about the institution's performance. This report is called the Call Report and is filed as of each calendar quarter-end. You can find this information by accessing <https://cdr.ffiec.gov/public/ManageFacsimiles.aspx>, select "Unique Identifier", from the drop down box select "FDIC certificate number" and enter 58103 in the space provided. This is the official repository of the Bank's regulatory requirement to provide data.

There are multiple agencies and organizations, for example Bank Rate Monitor, that will gather information about a bank, and report and rate these institutions according to various standards and criteria. You may have noticed this in newspaper articles, media reports and on internet sites. We would like to take this opportunity to caution our shareholders and customers regarding the interpretation of the information presented. In fact, the FDIC completed a press release indicating the following:

"The FDIC is concerned that readers of Bank Rate Monitor's Internet site may mistakenly believe that Bank Rate Monitor's CAEL system reflects actual FDIC CAEL ratings. Bankers and other members of the public should be aware that depository institution ratings in the "Safe and Sound Bank and Thrift Rating System" on Bank Rate Monitor's Internet site are not based on, and should not be confused with, the FDIC's CAEL system. The FDIC does not endorse the ratings of Bank Rate Monitor, nor does the FDIC necessarily agree with the ratings assigned by Bank Rate Monitor."

As always, please feel free to contact me if I can provide any additional information or answer any specific questions you may have.

Sincerely,



Freddie Deutsch
President & CEO



Signature Bank

WWW.SIGNATUREBANKGA.COM