



Martha's Vineyard

SAVINGS BANK

508.627.4266 • PO Box 1069 Edgartown, MA 02539-1069 • www.mvbank.com

Release date: June 30, 2011

MARTHA'S VINEYARD SAVINGS BANK **JUNE 30, 2011 MID-YEAR REPORT**

Edgartown, MA – Martha's Vineyard Savings Bank reported net income of \$1.024 million for the second quarter of 2011 compared to net income of \$1.204 million in the same quarter of last year. Net income for the first six months of 2011 was \$2.059 million, and \$317,432 lower than the first half of 2010. Increases in the Bank's loan loss provision along with a lower overall net interest margin were the primary reasons for the lower income year over year. Through the first six months of fiscal 2011, the Bank's Trust & Asset management revenue has continued to trend upwards and increases from this business unit off-set declines in gross interest income for the period. The Bank's overall operational results when annualized represent a return on average assets of 0.82%, which is a good one third better than what was generated through the same fiscal period by FDIC regulated peers.

The Bank's total assets were \$518.3 million at June 30, 2011, up \$16 million from \$502 million last year. The Bank's net loan portfolio of \$398.6 million was greater than last year at June 30th due in part to closing 40% more in loan dollars than the prior period. Martha's Vineyard Savings Bank continues to maintain adequate reserves against potential loan losses with a loan loss provision that represents 0.79% of its total loan portfolio. Deposit growth of \$36 million contributed to the increase in total assets, and total deposits were \$425.6 million at June 30, 2011. The Bank's capital grew \$4 million to end the quarter at \$63.7 million or 12.28% of total average assets. The Bank continues to be categorized as well capitalized under all regulatory standards and definitions.

The Bank continues to have a strong capital position, terrific loan growth with nominal loan losses, appropriate liquidity levels, and strong earnings overall.

About Martha's Vineyard Savings Bank

Martha's Vineyard Savings Bank is a mutual savings bank operating eight branch locations, and a Trust and Asset Management division throughout Martha's Vineyard and in Woods Hole, MA. The Bank employs over 90 people, and is devoted to providing both business and personal financial services to its customers. The Bank currently has approximately \$518 million in assets, and \$425 million in deposits, all of which are insured through the Federal Deposit Insurance Corporation (FDIC) and the Depositor's Insurance Fund (DIF). More information about the Bank can be found on its website www.mvbank.com

Contact:

Christopher Wells
President and CEO
(508) 627-4266