

Overall M&A activity within the Banking sector increased 1% over the last twelve months (LTM) ending December 31, 2005 with 204 deals reported compared with 201 deals for the same period last year and with median valuation multiples at 5.3 x Revenue, 11.2 x EBIT and 2.4 x Book Value.

M&A TRANSACTIONS BY SUBSECTOR

For the Last Twelve Months Ended December 31,

| | 01 | | 02 | | 03 | | 04 | | 05 | |
|--------------------------------------|------------|-------------|------------|-------------|------------|-------------|------------|-------------|------------|-------------|
| Diversified Banks | 89 | 46% | 51 | 38% | 62 | 39% | 81 | 40% | 69 | 34% |
| Regional Banks | 52 | 27% | 36 | 27% | 44 | 27% | 60 | 30% | 66 | 32% |
| Mortgage Bankers, Brokers & Services | 29 | 15% | 25 | 19% | 32 | 20% | 38 | 19% | 47 | 23% |
| Savings Institutions | 23 | 12% | 23 | 17% | 23 | 14% | 22 | 11% | 22 | 11% |
| Total | 193 | 100% | 135 | 100% | 161 | 100% | 201 | 100% | 204 | 100% |

Based upon Mosaic Capital research and subject to qualifications found on our website. Valuation multiples include public transactions and premiums for control, which can vary significantly between public and private companies. Private company transactions also typically include valuation discounts for limited liquidity, due to a lack of a public market.

Large national and international strategic buyers lead the demand for U.S.-based businesses in this sector. In addition, private equity groups own or control over 32 portfolio companies and also are fueling demand. Buyers objectives include:

- ▀ Obtain economies of scale and scope
- ▀ Expand geographic reach and gain market share in specific states and regions
- ▀ Capitalize on economic recovery and favorable interest rates
- ▀ Obtain operating efficiencies via technology and resource infrastructure leverage

About Mosaic Capital

Mosaic Capital LLC is a leading national investment banking firm specializing in merger and acquisition and related corporate finance transactions, as well as business valuations for middle-market companies. The private placement of debt and equity securities is provided through affiliate Mosaic Capital Securities LLC - member NASD/SIPC. Mosaic Capital is a member of International Merger & Acquisition Partners (www.imap.com), an exclusive global partnership of leading M&A advisory firms with 98 offices in 24 countries, the partners of which have completed 1,000 middle market transactions exceeding \$18 billion in value since 2000.

Mosaic Capital seeks introductions to owners and management teams in the following lines of business:

Diversified Banks, including:

- ▀ Central Reserve Depository & Reserve Institutions
- ▀ International Trade Financing
- ▀ Foreign Trade Banks
- ▀ Industrial, International & Private Banking

Regional Banks, including:

- ▀ National & State Commercial Banks
- ▀ Other Diversified & Regional Banks

Mortgage Bankers, Brokers & Services, including:

- ▀ Mortgage Brokers
- ▀ Mortgage Bankers & Originators
- ▀ Mortgage Bankers & Loan Correspondents
- ▀ Mortgage Services

Savings Institutions, including:

- ▀ Federally Chartered Savings Institutions
- ▀ Non-Federally Chartered Savings Institutions