

## LACE Credit Ratings Preceding Recent Bank Failures

*1999 Bank Failures*

Institution	Location	Failure Date	Rating Period and Rating											
			D/94	D/95	D/96	D/97	M/98	J/98	S/98	D/98	M/99	J/99	S/99	
Victory State Bank	Columbia, SC	3/26/1999												
Zia New Mexico Bank	Tucumcari, NM	4/23/1999	C	C	E	C+	C	D	E	E	***			
East Texas National Bank	Marshall, TX	7/09/1999	B-	C+	C	B-	C+	D	E	E	E	***		
First N.B. of Keystone	Keystone, WV	9/1/1999						A	A	A	B+	E	***	
Peoples N.B. of Commerce	Miami, FL	9/10/1999	D	C	E	E	E	E	E	E	E	E	***	
Pacific Thrift and Loan Co.	Woodland Hills, CA	11/19/1999							D	E	E	E	E	
Golden City Comm. Bank	Flushing, NY	12/10/1999						C+	B-	B-	D	E	E	

*2000 Bank Failures*

Institution	Location	Failure Date	Rating Period and Rating											
			D/94	D/95	D/96	D/97	D/98	J/99	S/99	D/99	M/00	J/00	S/00	
Hartford-Carlisle Savings	Carlisle, IA	1/14/2000	B	B	B	B	B	B	B	E	***			
Monument National Bank	Ridgecrest, CA	6/2/2000		E	E	E	E	E	E	E	E	E	***	
T&C Bank of Almelund	Almelund, MN	7/14/2000		B	C+	C+	B-	B	C+	D	D	E	***	
The Bank of Falkner*	Falkner, MS	9/29/2000			A	A	B+	B	B	B	B	E	***	
The Bank of Honolulu	Honolulu, HI	10/13/2000	C	C	C	D	D	E	D	D	E	E	***	
National State Bank*	Metropolis, IL	12/14/2000		A	B+	A	B+	B+	A	B	B	E	***	

\*Bank involved in fraudulent reporting

*2001 Bank Failures*

Institution	Location	Failure Date	Rating Period and Rating											
			D/95	D/96	D/97	D/98	J/99	S/99	D/99	M/00	J/00	S/00	D/00	
First Alliance B&T Co	Manchester, NH	2/2/2001										E	E	E
The Malta National Bank	Malta, OH	5/3/2001	E	D	D	E	E	E	E	E	E	E	E	E

## LACE Financial Corp

### 2002 Bank Failures

Institution	Location	Failure Date	Rating Period and Rating										
			D/97	D/98	D/99	D/00	J/01	S/01	D/01	M/02	J/02	S/02	D/02
Hamilton Bank, NA	Miami, FL	1/11/2002	B	B	C+	B-	E	E	***				
Bank of Sierra Blanca	Sierra Blanca, TX	1/18/2002	B	E	E	E	E	E	***				
Oakwood Deposit Bank Co.	Oakwood, OH	2/1/2002	B	B	B	B	B	B	B	***			
NextBank, NA	Phoenix, AZ	2/7/2002			D	C	C+	D	E	***			
Net 1st National Bank	Boca Raton, FL	3/1/2002	C	B	B	C+	C+	C	E	***			
The CT Bank of Commerce	Stamford, CT	6/26/2002	C	D	B-	B	D	E	D	E	***		
AmTrade International Bank	Atlanta, GA	9/30/2002	B	B-	C+	A	B	C+	C+	C+	E		
The Bank of Alamo	Alamo, TN	11/8/2002	B+	B	B	B	C+	E	E	E	E	E	***
Farmers B&T of Cheneyville	Cheneyville, LA	12/17/2002	B+	B	A	B	B+	B	B	B+	E	E	***

### 2003 Bank Failures

Institution	Location	Failure Date	Rating Period and Rating										
			D/97	D/98	D/99	D/00	D/01	J/02	D/02	M/03	J/03	S/03	D/03
First N.B. Blanchardville	Blanchardville, WI	5/9/2003	A	A	A	B+	A	B+	A	C-	***		
Pulaski Savings Bank	Philadelphia, PA	11/14/2003	C	C+	E	D	C	E	B	B	B+	E	***

### 2004 Bank Failures

Institution	Location	Failure Date	Rating Period and Rating										
			D/97	D/98	D/99	D/00	J/01	S/01	D/01	M/02	J/02	S/02	D/02
Guaranty N.B. of Tallahassee	Tallahassee, FL	3/12/2004	C	C+	C-	B-	C+	C-	E	E	***		
Reliance Bank	White Plains, NY	3/19/2004	D	C+	C-	C	E	E	E	E	***		
Bank of Ephraim	Ephraim, UT	6/25/2004	A	A	B+	C+	D	E	E	E	E	***	