



Legacy Bank of Florida  
2300 Glades Road  
Suite #140 West  
Boca Raton, Florida 33431-8516  
Ph (561) 347-1970  
[www.LegacyBankFL.com](http://www.LegacyBankFL.com)

May 2, 2008

Dear Shareholder:

I am pleased to report our first quarterly results ending March 31, 2008.

We ended the quarter with over \$178 million in assets. Over \$23 million of loans were booked during the first quarter, as well as \$12 million of deposits were generated. Our loan pipeline continues to be very strong. However, we continue to tread the South Florida real estate market cautiously. We have a respectable .41% of nonperforming assets to total assets (a very low industry average).

Our net interest margin is 3.59%, a very strong number compared to our peers, given the Federal Reserve's aggressive rate reductions. The Bank continues to be extremely well capitalized with a capital-to-assets ratio in excess of 17.8%. Our income statement continues to track with our budget. I have enclosed a summary balance sheet for your review for the first quarter 2008. In addition, our audited financial statements for the year ending 2007 are available to you by logging onto our website at [www.legacybankfl.com/annualreports.html](http://www.legacybankfl.com/annualreports.html).

Due to our aggressive growth, we are offering some very attractive promotional products at this time. Our Investment Checking account continues to pay 2.85% APY with a minimum balance of only \$5,000.<sup>1</sup>

On March 17<sup>th</sup>, we moved into our new Ft. Lauderdale office. It is located at 12 S.E. 7<sup>th</sup> Street. Becky Buchanan manages the office and she can be reached at 954.763.5550.

Thank you for your continued support. I look forward to seeing you in one of our offices or speaking to you soon. Remember, if you have any banking needs, please contact us. You will be impressed with our service, plus watch your stock grow.

Respectfully yours,

A handwritten signature in black ink that reads "Dennis G. Bedley".

Dennis G. Bedley  
Chairman & CEO

<sup>1</sup> Annual Percentage Yield (APY) is based on minimum average daily collected balance (ADCDB) of \$5,000 and an interest rate of 2.81%. This is a tiered variable rate account and the rate is subject to change after opening. The Interest Rate on ADCDB of \$5,000 or greater will be 50% of the bank's current prime rate. ADCDB under \$5,000 will earn interest at the Tier One level interest rate of the bank's current Legacy Checking account rate – which is .15% APY as of May 1, 2008. No monthly fee on accounts with ADCDB of \$5,000 or greater. \$15 monthly fee for accounts with ADCDB of less than \$5,000. Fees may reduce earnings on the account.