

PATRIOT BANK MINNESOTA

COMMUNITY REINVESTMENT ACT STATEMENT

The Community Reinvestment Act is intended to encourage depository institutions to help meet the credit needs of the communities in which they operate, including low and moderate-income neighborhoods, consistent with safe and sound banking operations.

In compliance with the Community Reinvestment Act (CRA), Patriot Bank Minnesota has adopted the following CRA statement. Patriot Bank Minnesota is committed to serving the credit needs of the communities in which we do business. It is our policy to try to respond to all creditworthy segments of our market. We believe that doing so is basic to good business practice and to the Bank's own long-term viability.

In pursuing this commitment, we will assure that we comply with the letter and spirit of the CRA. We recognize that this will require us to take a proactive rather than passive approach to determining and meeting community needs, including those of creditworthy low and moderate income areas and individuals.

The Board of Directors and Senior Management will take an active role in assuring overall compliance with the CRA. The Board of Directors of the Bank will review and approve the Bank's CRA Policy, including the reasonableness of the delineated assessments area, at least annually. All CRA related discussions are to be documented in minutes of the Board of Directors meetings. The Bank will make reasonable effort to ascertain the credit needs of the community and to develop and market products and services to meet those needs. All of the Bank's Directors, Officers and employees are encouraged to be familiar with the Bank's CRA goals and responsibilities. It is the Bank's policy to complete the standards imposed by CRA and related regulation by making safe and sound loans and produce safe and sound services on which the Bank can expect to make a profit.

Patriot Bank Minnesota further believes that service to the communities in which its offices are located does not end with the lending function. Bank staff are encouraged to become members of civic organizations, board members of local businesses, and to become active in school and community functions. Through these affiliations, and along with our informal Officer Call Program, we strive to keep informed of the financial needs of the community.

We will make an active effort to know the people in local organizations concerned with community development and the needs of low and moderate income people. Our policy is to review any reasonable request from such organizations and respond within a reasonable amount of time. We will also endeavor to make a representative of senior management available whenever requested by a group that appears to represent a legitimate segment of our community. Our stance will be as open, accessible, and flexible as possible.

ASSESSMENT AREA

Patriot Bank Minnesota has designated portions of Anoka, Chisago, Ramsey, and Washington Counties in Minnesota in its assessment area, which in total includes 81 census tracts. All counties included in the assessment area are located within the Minneapolis/St. Paul Metropolitan Statistical Area (MSA). The assessment area is generally suburban in nature, including multiple municipalities in the northeastern portion of the Twin Cities metropolitan area. The assessment area does not arbitrarily exclude any low-or moderate-income areas.

BANK OFFICES

Patriot Bank Minnesota services its assessment area through four (4) locations. The main office is located at 26727 Faxton Boulevard in Wyoming, Minnesota. The Forest Lake Branch Bank is located at 19810

Headwaters Boulevard in Forest Lake, Minnesota. The West Lino Lakes Branch is located at 7449 Village Drive in Lino Lakes, Minnesota. The East Lino Lakes Branch is located at 2290 70th Street East in Lino Lakes, Minnesota. The Forest Lake, West and East Lino Lakes Branches have Automated Teller Machines.

YOUR PARTICIPATION

You can participate in our community reinvestment program by making your observations, opinions, and suggestion known to us. This process is extremely important, so please take time to let us know what you think we do well, what you think we don't do so well, or any additional programs that you think should receive our attention.

As a member of our community, your opinions are appreciated. Please contact Senior Management at any time to discuss the community reinvestment program or any of our bank services.

COMMUNITY REINVESTMENT ACT NOTICE

Under the Federal Community Reinvestment Act (CRA), the Federal Deposit Insurance Corporation (FDIC) evaluates our record of helping to meet the credit needs of this community consistent with safe and sound operations. The FDIC also takes this record into account when deciding on certain applications submitted by us. Your involvement is encouraged.

- You are entitled to certain information about our operations and our performance under the CRA, including, for example, information about our branches, such as their location and services provided at them; the public section of our most recent CRA Performance Evaluation, prepared by the FDIC; and comments received from the public relating to our performance in helping to meet community credit needs, as well as our responses to those comments. You may review this information today.
- At least 30 days before the beginning of each quarter, the FDIC publishes a nationwide list of the banks that are scheduled for CRA examinations in that quarter. This list is available from the Regional Director, Kansas City Regional Office, Division of Supervision and Consumer Protection, Federal Deposit Insurance Corporation, 2345 Grand Boulevard, Suite 1200, Kansas City, MO 64108-2638.
- You may send written comments about our performance in helping to meet community credit needs to:

**John J. Milbauer, President
Patriot Bank Minnesota
7449 Village Drive
Lino Lakes, MN 55014**

And to the FDIC Regional Director.

Your letter, together with any response by us, will be considered by the FDIC in evaluating our CRA performance and may be made public.

- You may ask to look at any comments received by the FDIC Regional Director.
- You also may request from the FDIC Regional Director an announcement of our applications covered by the CRA filed with the FDIC.

We are an affiliate of Lino Lakes Banc Shares, Inc., a bank holding company. You may request from Vice President of Applications, Federal Reserve Bank of Minneapolis, 90 Hennepin Avenue, P.O. Box 291, Minneapolis, Minnesota 55480-0291, an announcement of applications covered by the CRA filed by bank holding companies.