

PUBLIC DISCLOSURE

June 25, 2007

COMMUNITY REINVESTMENT ACT PERFORMANCE EVALUATION

**OMEGA BANK
RSSD – 868817
STATE COLLEGE, PENNSYLVANIA**

**FEDERAL RESERVE BANK OF PHILADELPHIA
TEN INDEPENDENCE MALL, PHILADELPHIA, PA**

NOTE: This document is an evaluation of this institution's record of meeting the credit needs of the entire community, including low- and moderate-income neighborhoods, consistent with safe and sound operation of the institution. This evaluation is not, nor should it be construed as, an assessment of the financial condition of this institution. The rating assigned to this institution does not represent an analysis, conclusion or opinion of the Federal Reserve Bank of Philadelphia concerning the safety and soundness of this financial institution.

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INSTITUTION RATING

INSTITUTION'S CRA RATING

Omega Bank is rated **SATISFACTORY**.

TABLE OF PERFORMANCE TEST RATINGS

The following table indicates the performance level of Omega Bank with respect to the lending, investment, and service tests.

PERFORMANCE TEST MATRIX			
Performance Levels	Lending Test*	Investment Test	Service Test
Outstanding			X
High Satisfactory	X		
Low Satisfactory		X	
Needs to Improve			
Substantial Noncompliance			

*Note: The lending test is weighted more heavily than the investment and service tests in determining the overall rating.

SUMMARY OF MAJOR FACTORS SUPPORTING RATING

Major factors contributing to this rating include:

- The bank made a substantial majority of its loans inside its assessment areas
- The geographic distribution of home mortgage and small business and small farm loans reflects good penetration throughout the assessment areas
- The distribution of borrowers, in light of the product lines offered by the bank, reflects excellent penetration among retail customers of different income levels and business customers of different sizes
- The bank exhibits a good record of serving the credit needs of the most economically disadvantaged areas of its assessment area, low-income individuals, and very small businesses, consistent with safe and sound banking practices
- A relatively high level of community development loans
- An adequate level of qualified community development investments and grants
- Delivery systems are readily accessible to all portions of its assessment areas
- The bank provides a relatively high level of community development services

DESCRIPTION OF INSTITUTION

Omega Bank PA (Omega), headquartered in State College, Centre County, Pennsylvania, is a state chartered full-service commercial bank. Through 64 branch locations throughout central Pennsylvania, it offers a variety of consumer and commercial banking services. It is the sole banking subsidiary of Omega Financial Corp, a \$1.8 billion bank holding company also headquartered in State College, Pennsylvania.

The following table details the locations of the bank's branches.

Metropolitan Statistical Area (MSA)	County	Number of Branches
Full Service Branches		
State College MSA	Centre County, PA	16
Altoona MSA	Blair County, PA	10
Williamsport MSA	Lycoming County, PA	5
Scranton-Wilkes Barre MSA	Luzerne County, PA	5
Huntingdon Micro/Huntingdon County	Huntingdon County, PA	4
Lewistown Micro/Mifflin County	Mifflin County, PA	5
Sunbury Micro/Northumberland County	Northumberland County, PA	4
Selinsgrove Micro/Snyder County	Snyder County, PA	3
Lewisburg Micro/ Union County	Union County, PA	3
Lock Haven Micro/Clinton County	Clinton County, PA	3
Non-Metro/Non-Micro	Juniata County, PA	2
Non-Metro/Non-Micro	Bedford County, PA	1
Total Full Service Branches		61
Limited Service Branches		
State College MSA	Centre County, PA	1
Altoona MSA	Blair County, PA	1
Huntingdon Micro/Huntingdon County	Huntingdon County, PA	1
Total Limited Service Branches		3
Total Branches		64

Omega operates three limited service branches which provide banking services one day a week at continuing care retirement communities. In 2006 Omega sold or closed three branches in the Harrisburg-Carlisle MSA; two in Dauphin and one in Cumberland County.

As of March 31, 2007, Omega reported total assets of \$1.78 billion, of which \$1.15 billion, or approximately 64%, were loans and leases. On a dollar volume basis, commercial loans, which include commercial mortgages and commercial and industrial loans, are the most material product offered by the bank. The second most significant product is loans secured by residential property. The following table details Omega's loan portfolio as of March 31, 2007.

LOANS as of 03/31/2007	\$000	%
Real Estate Secured		
Construction & Land Development	16,256	1
Secured by Farmland	29,515	3
Secured by Residential Property (Open-End)	37,856	3
Secured by Residential Property (Closed-End)	358,701	31
Multi-Family Property	11,087	1
Commercial Mortgages	377,756	33
Commercial and Industrial	204,855	18
Consumer Loans	43,829	4
Loans to Farmers	11,143	1
Other Loans	38,438	3
Lease Financing	21,234	2
GROSS LOANS	\$1,150,670	100%

Source: Consolidated Report of Condition, Schedule RC-C, for the period ending June 30, 2006

DESCRIPTION OF ASSESSMENT AREAS

For purposes of the Community Reinvestment Act (CRA), Omega has designated six assessment areas in Pennsylvania:

- The State College MSA assessment area consists of all but two census tracts within Centre County, which comprises the State College MSA.
- The Altoona MSA assessment area consists of Blair County, encompassing the entire Altoona MSA.
- The Williamsport MSA assessment area consists of Lycoming County, encompassing the entire Williamsport MSA.
- The Luzerne County assessment area consists of Luzerne County in its entirety, located in the Scranton-Wilkes Barre MSA.
- The Harrisburg assessment area, consists of portions of Dauphin and Cumberland Counties, in the Harrisburg-Carlisle MSA.
- Non-MSA assessment area consists of Northumberland, Snyder, and Union Counties, encompassing the Sunbury, Selinsgrove, and Lewisburg Micropolitan areas also known as the Sunbury-Lewisburg-Selinsgrove Combined Statistical Area. Also included in this assessment area are Huntingdon, Mifflin, and Clinton Counties (also known as the Huntingdon, Lewistown, and Lock Haven Micropolitan areas, respectively); Juniata County; and three census tracts in northeastern Bedford County.

The bank's assessment areas comply with the requirements of the CRA and do not arbitrarily exclude low- and moderate-income census tracts. The bank's asset size and financial condition

indicate it can meet the credit needs of its assessment areas effectively. Additionally, the bank has no legal or other impediments hampering its ability to meet community credit needs.

SCOPE OF EXAMINATION

Omega's CRA performance was evaluated for the period from November 7, 2005 through June 25, 2007. In accordance with the Interagency Procedures and Guidelines for Large Retail Institutions, the lending, investment, and service tests were used to assess the bank's CRA performance. Under the lending test, certain loan products were evaluated, including home-purchase and home-improvement loans and the refinancing of such loans (collectively titled Home Mortgage Disclosure Act (HMDA) loans), small business loans, and other loans that qualify as community development.

The HMDA and CRA Small Business and Small Farm loan data reviewed for purposes of this evaluation covered the period from January 1, 2005 through December 31, 2006. Omega's HMDA and small business loans were compared to the aggregate of all lenders in the bank's assessment areas reporting HMDA and small business loans, respectively. This data is reported annually, and the most recent year for which data is available is 2006.

For purposes of evaluating the geographic distribution of loans, census tracts were classified on the basis of 2000 U.S. Census data. The distribution of loans to borrowers of different income levels was based upon annually adjusted median family income data made available by the U.S. Department of Housing and Urban Development (HUD). The most recent year for which median family income data are available is 2006. All other demographic indices and statistics presented throughout this evaluation are based on 2000 U.S. Census data using 2004 Office of Management and Budget (OMB) designations unless otherwise noted.

A substantial majority of the bank's lending and operations are in the State College, Altoona, and Non-MSA assessment areas. As a result, full reviews of the bank's performance in these assessment areas were conducted. Limited reviews were performed to assess the bank's CRA performance in the Williamsport, Luzerne County and Harrisburg assessment areas. Additionally, written documentation of interviews conducted with community representatives, prepared by the Federal Reserve and other regulatory agencies, were reviewed to assist in determining the credit needs within the bank's assessment areas.

CONCLUSIONS WITH RESPECT TO PERFORMANCE TESTS

LENDING TEST

Performance under the lending test is rated high satisfactory.

Lending Activity

The bank's lending levels demonstrate its responsiveness to the credit needs of the assessment areas. As of March 31, 2007, net loans represented 64% of total assets. The bank's national peer group average was 71%.¹ Omega's loan-to-deposit ratio was 86%, compared to the peer group average of 91% as of March 31, 2007.

The bank's HMDA and small business loans were evaluated to determine if they were extended within the bank's assessment areas. As the following table illustrates, a substantial majority of the bank's loans were made within its assessment areas.

Exhibit #1 Omega Bank Lending Inside and Outside the Assessment Area								
	Inside				Outside			
	#	%	\$(000s)	%	#	%	\$(000s)	%
Home Improvement	915	96.7	35,211	97.4	31	3.3	939	2.6
Home Purchase-Conventional	632	94.0	64,666	92.1	40	6.0	5,583	7.9
Multi-Family Housing	11	78.6	2,542	57.1	3	21.4	1,913	42.9
Refinancing	1,187	96.8	74,039	96.3	39	3.2	2,858	3.7
Total HMDA Loans	2,745	96.0	176,458	94.0	113	4.0	11,293	6.0
Small Business	1,099	91.6	133,755	87.8	101	8.4	18,535	12.2
Small Business Secured by Real Estate	3	100.	110	100.0	0	0.0	0	0.0
Total Small Business Loans related	1,102	91.6	133,865	87.8	101	8.4	18,535	12.2
Total Small Farm Loans	396	97.8	18,234	95.1	9	2.2	947	4.9
TOTAL LOANS	4,243	95.0	\$328,55	91.4	223	5.0	\$30,77	8.6

Commercial Loans

An analysis of the loan distribution to businesses revealed that small business lending is consistent with the institution's asset size, lending capacity, and business objectives and reflects excellent penetration among businesses of different sizes. For the purpose of this evaluation, a small business loan is defined as a commercial loan with an origination amount of \$1 million or less. Schedule RC-C Part II (Loans to Small Businesses and Small Farms) of the bank's Consolidated Reports of Condition and Income as of June 30, 2006 (the most recent available), indicates that it designates 45% of its commercial loans as small business loans, as detailed in the following chart.

¹Omega's peer group includes all insured commercial banks having assets between \$1 billion and \$3 billion.

OMEGA BANK COMMERCIAL LOAN PORTFOLIO		
	AMOUNT OUTSTANDING AS OF 06/30/2006 (\$000)	PERCENT
Loans with original amounts of \$100,000 or less	71,509	11
Loans with original amounts of more than \$100,000 through \$250,000	82,192	13
Loans with original amounts of more than \$250,000 through \$1,000,000	137,639	21
TOTAL SMALL BUSINESS LOANS	291,340	45
Loans with original amounts of greater than \$1,000,000	355,841	55
TOTAL COMMERCIAL LOANS	647,181	100

Geographic Distribution of Lending and Borrower Characteristics

The bank's geographic distribution of home mortgage and small business and small farm loans reflects good penetration throughout the bank's assessment areas.

The overall distribution of loans among borrowers of different income levels, especially low- and moderate-income borrowers, shows excellent penetration, given the economic condition and demographics of the assessment areas. The distribution of loans among businesses of different sizes also reflects excellent penetration. The bank's lending to small businesses is consistent with its asset size, lending capacity, and business objectives.

Omega also actively participates in the Pennsylvania Housing Finance Agency (PHFA) lending program, which offers below market rate residential mortgages specifically targeted to low- and moderate-income Pennsylvania residents.

Community Development Lending

The bank makes a relatively high level of community development loans. During the evaluation period, the bank originated five community development loans, totaling \$2.74 million, in its assessment areas. These loans supported economic development and affordable housing initiatives that enhanced the bank's overall lending profile.

INVESTMENT TEST

Performance under the investment test is rated low satisfactory. Omega has an adequate level of qualified community development investments and grants. Investments total over \$3.6 million. A Federal National Mortgage Association (Fannie Mae) pool valued at \$101,573 supports affordable housing in three of the bank's assessment areas. The remainder of the investments consist of PHFA bonds that support affordable housing throughout the state of Pennsylvania as well as grants supporting affordable housing totaling approximately \$1,100.

SERVICE TEST

Omega's performance under the service test is rated outstanding. Branch delivery systems, as well as alternative delivery systems such as ATMs, telephone, and on-line banking are readily accessible to all portions of the bank's assessment areas. Banking services are convenient to all of Omega's assessment areas, including low- and moderate-income census tracts.

The bank provides a relatively high level of community development services, including products that provide greater access to banking services for low- and moderate-income individuals and small businesses. In addition, bank officers and employees serve in various capacities on boards and committees of numerous community development organizations.

COMPLIANCE WITH FAIR LENDING LAWS

The review of the bank's credit practices did not reveal any violations of the substantive provisions of anti-discrimination laws, including the Equal Credit Opportunity Act, which is implemented through Regulation B, the Home Mortgage Disclosure Act, which is implemented through Regulation C, the Fair Housing Act or any other relevant laws or regulations prohibiting discrimination of similarly situated credit applicants.

FULL REVIEW ASSESSMENT AREA CONCLUSIONS

STATE COLLEGE, PA METROPOLITAN STATISTICAL AREA

DESCRIPTION OF ASSESSMENT AREA

Omega's assessment area includes all of the State College MSA, with the exception of two census tracts at the extreme west of the county, one of which is very mountainous and has very little development; the second is on the other side of these mountains and consists of the town of Phillipsburg. This assessment area consists of 27 census tracts, two of which are designated as low-income; four as moderate-income; ten as middle-income; and ten as upper-income. There is also a tract with an unknown income classification; this tract is located in downtown State College and comprises the campus of Penn State University. The two low-income tracts (which consist mainly of student housing) and two of the moderate-income tracts are located in the borough of State College. One of the two remaining moderate-income census tracts is located in the rural mountainous area in the northeast portion of the county, and the other is also in a rural area containing the towns of Rebersburg, Millheim and Madisonburg. About twenty percent of the assessment area's population resides within these low- and moderate-income census tracts.

Omega's performance in the State College assessment area was evaluated in the demographic and business context in which it operates. According to the Federal Deposit Insurance Corporation's (FDIC) Summary of Deposits as of June 30, 2006², 15 depository institutions operate in Centre County. These institutions maintained a total of 68 branches, holding \$1.9 billion in deposits.

² June 30, 2006 is the most recent date for which FDIC deposit data is available.

During the evaluation period, Omega operated 18 (one office has closed since June 30, 2006) of these branches with \$350 million in deposits, or 25% of the bank's total deposits. The bank ranked second in Centre County, controlling 18% of total retail deposits.

Omega's HMDA loans were compared to the aggregate of all lenders in the assessment area reporting real estate loans pursuant to HMDA. This data is reported annually, and the most recent year for which information is available is 2006, when a total of 251 institutions reported HMDA loans in Centre County. Omega ranked second in the county (behind only Wells Fargo Bank NA with the largest market share of 10.4%) with 5.4% of all such loan originations and purchases. Local and regional financial institutions ranked in the top ten in 2006 include National Penn Bank with 3.5%, PNC Bank NA with 3.1%, and Jersey Shore State Bank with 2.5%. The fact that local and regional lenders represent many of the top ten lenders in the county demonstrates that community and regional banks in the area are competing successfully with national lenders such as Wells Fargo Bank NA, Countrywide Home Loans, JP Morgan Chase Bank NA, and Citimortgage, Inc.

A total of 57 lenders reported small business loans in Centre County in 2006. Omega ranked 8th with 4.2% of the market. Since business credit cards are included in CRA Small Business reporting, national lenders such as American Express Bank FSB, Chase Bank USA NA, Citibank USA, and Capital One dominate the market; in fact PNC Bank is the only other institution headquartered in Pennsylvania in the top ten, with 6.6% of the market.

ECONOMIC CHARACTERISTICS

The State College MSA is dominated by Penn State University, which serves as its economic anchor. The University is a constant source of employment, and positively influences the local economy. Other economic mainstays in the area include government, retail trade, education, and health services. Meanwhile, sectors exhibiting the most growth during the past year are transportation and utilities along with leisure and hospitality. Local manufacturing is also on a slight upswing.

The overall local economy is currently at a standstill and the pace of job creation has slowed. The unemployment rate for the State College MSA remains low, due to the effects of the University and its ancillary services; however, personal income growth in the region is now trailing Pennsylvania and the nation. Another factor negatively impacting growth in the area is the limited access to and from metropolitan areas to the south, west, and east of the region. However, a project is underway to resume transportation along Interstate 99 and is scheduled for completion in 2008. Once the project is completed, the result will improve access to and from the MSA and may aid the University in attracting additional industries to the area.

Area unemployment rates remain below those in Pennsylvania and the US as reflected in the following table:

Locations	May 2007	May 2006
State College MSA	3.1%	3.8%
Pennsylvania	4.1%	4.7%
United States	4.3%	4.4%

Population Growth

At first glance the State College MSA's population appears to be growing. Between the 1990 and 2000 census, it grew by almost 9%, and estimates show that the trend is continuing, with an increase of almost 4% between 2000 and 2006. The population figures are misleading, however, because much of the increases are due to the expansion of Penn State University and the larger student population.

Furthermore, statistics on migration flow indicate that many of those students are leaving the MSA upon graduation, and this outmigration counters the beneficial effect that a young, highly educated workforce could have on the economy.

The largest employer in the State College MSA is Penn State University, with 11,586 full-time employees and 11,722 part-time at the University Park campus (located in downtown State College) as of fall 2006 according to the University Budget Office. Other major employers in the area include State College Area School District, Pennsylvania government, and Mount Nittany Medical Center. Omega has the largest number of branches in the county and holds 18% of county deposits, although Citizens Bank of PA holds a larger share (20%) of county deposits with fewer branches. Other banks with a large presence in the area include National Penn Bank, PNC Bank NA, and Manufacturers and Traders Trust Co. Together, the top five banks hold about 76% of area deposits.

In February 2004, the Consumer and Community Affairs Department of the Federal Reserve Bank of Philadelphia published a report titled Community Profile for Lenders: State College MSA. The Profile provides information and insights into the perceived credit needs and opportunities in the State College MSA. Information in the Profile was obtained from interviews and contacts with bankers, community organizations and local government officials. The most frequently mentioned credit needs were: (1) loans for first-time and low- and moderate-income homebuyers; (2) home improvement loans to preserve the older housing base; (3) small business loan, and (4) loans to finance the construction and rehabilitation of affordable multi-family rental housing due to an acute shortage of such housing in the MSA.

HOUSING

According to the 2000 Census, the State College MSA assessment area contains 49,764 housing units, of which 55% are owner-occupied and 38% rental units. In low-income census tracts, 2% of housing units are owner-occupied, and in moderate-income tracts 45% of housing units are owner-occupied. The overall owner-occupancy rate for Pennsylvania is 65%. The extremely low number of owner-occupied housing units in the low-income tracts is expected given that the area is immediately adjacent to Pennsylvania State University and provides housing for many of its students. Eighty-eight percent of the population in these tracts is between the ages of 18 and 24, and 52% reside in college dormitories.

The percentage of owner-occupied housing units contained within designated census tracts was used as a proxy to estimate demand for residential mortgage lending within such census tracts.

An analysis of owner-occupied housing units, compared to the number of total available housing units for each geographic designation shows that a negligible amount (0.2%) of all owner-occupied units are located in the assessment area's low-income census tracts and 13% are in moderate-income tracts. The large majority of owner-occupied units (88%) are located in middle- and upper-income income census tracts, at 52% and 36%, respectively.

Demographics reveal that single-family homes comprise 62% of all housing units in the State College MSA assessment area, while multi-family units comprise 24%, two-to-four family units 7%, and mobile homes 7%. The median age of the housing stock is 29 years, which is lower than the state median of 43 years. Median rent in the assessment area is \$574, with 48% of renters paying more than 30% of their income for housing.

Census data also indicate that the median housing value in the State College MSA assessment area in 2000 was \$113,654. The median housing value in the area's upper-income tracts is \$146,520, in middle-income tracts \$98,767, and \$87,588 in the moderate-income tracts. Median values in the low-income tracts at \$132,143 are skewed by the overwhelming percentage of multi-family (82%) and two to four family (13%) homes in these tracts. However, since 78% of the low- and moderate-income families reside in middle- and upper-income tracts, housing costs are out of their reach. Of the total owner-occupied housing units, only 13% are valued at less than \$60 thousand, indicating that housing in this assessment area is significantly less affordable than housing in Pennsylvania as a whole, where 24% of housing units are valued at less than \$60 thousand.

BORROWER INCOME DATA

For purposes of evaluating the distribution of loans to borrowers of different income levels, incomes were classified based upon annually adjusted median family income data made available by HUD. According to 2000 Census data, the median family income for the State College MSA was \$51,508, compared to \$49,184 for the state. In 2006, the adjusted median family income for the State College MSA, as reported by HUD, increased to \$61,700.

According to 2000 Census data, 18% of families in the assessment area are designated as low-income and 19% are moderate-income. Families living below the poverty level represent 6% of total families in the assessment area, compared to 8% in Pennsylvania as a whole.

GEOGRAPHIC BUSINESS DATA

The percentage of small businesses and small farms (those with annual revenues of \$1 million or less) located within designated census tracts was used as a proxy to estimate demand for small business and small farm credit within these census tracts. According to Dun and Bradstreet, the State College MSA assessment area has 3,545 small businesses and 220 small farms. Nine percent of the small businesses are located in low-income census tracts and 8% in moderate-income tracts. Low-income tracts house less than one percent of the small farms, while 15% of these farms are located in the moderate-income tracts. The large majority of both small businesses and small farms, 44% and 57% respectively, are located in middle-income census tracts.

The demographics used to assess the performance context in which Omega operates in the State College MSA assessment area are detailed in the following table.

Exhibit #2								
Assessment Area Demographics								
State College, PA MSA								
Income Categories	Tract Distribution		Families by Tract Income		Families < Poverty Level as % of Families by Tract		Families by Family Income	
	#	%	#	%	#	%	#	%
Low-income	2	7.4	277	1.0	89	32.1	4,701	17.6
Moderate-income	4	14.8	3,569	13.3	290	8.1	5,034	18.8
Middle-income	10	37.0	13,843	51.8	860	6.2	6,240	23.3
Upper-income	10	37.0	9,054	33.9	389	4.3	10,768	40.3
Unknown-income	1	3.7	0	0.0	0	0.0	0	0.0
Total Assessment Area	27	100.0	26,743	100.0	1,628	6.1	26,743	100.0
	Housing Units by Tract	Housing Types by Tract						
		Owner-occupied			Rental		Vacant	
		#	%	%	#	%	#	%
Low-income	2,088	47	0.2	2.3	1,982	94.9	59	2.8
Moderate-income	7,854	3,466	12.6	44.1	3,505	44.6	883	11.2
Middle-income	23,264	14,244	51.7	61.2	7,344	31.6	1,676	7.2
Upper-income	16,460	9,774	35.5	59.4	5,991	36.4	695	4.2
Unknown-income	98	0	0.0	0.0	61	62.2	37	37.8
Total Assessment Area	49,764	27,531	100.0	55.3	18,883	37.9	3,350	6.7
	Total Businesses by Tract	Businesses by Tract & Revenue Size						
		Less Than or = \$1 Million		Over \$1 Million		Revenue Not Reported		
	#	%	#	%	#	%	#	%
Low-income	351	8.7	307	8.7	40	10.1	4	4.0
Moderate-income	338	8.4	301	8.5	24	6.0	13	12.9
Middle-income	1,778	44.0	1,555	43.9	174	43.8	49	48.5
Upper-income	1,457	36.0	1,286	36.3	137	34.5	34	33.7
Unknown-income	119	2.9	96	2.7	22	5.5	1	1.0
Total Assessment Area	4,043	100.0	3,545	100.0	397	100.0	101	100.0
	Percentage of Total Businesses:			87.7		9.8		2.5
	Total Farms by Tract	Farms by Tract & Revenue Size						
		Less Than or = \$1 Million		Over \$1 Million		Revenue Not Reported		
	#	%	#	%	#	%	#	%
Low-income	1	0.5	1	0.5	0	0.0	0	0.0
Moderate-income	32	14.4	32	14.5	0	0.0	0	0.0
Middle-income	127	57.2	126	57.3	1	100.0	0	0.0
Upper-income	61	27.5	60	27.3	0	0.0	1	100.0
Unknown-income	1	0.5	1	0.5	0	0.0	0	0.0
Total Assessment Area	222	100.0	220	100.0	1	100.0	1	100.0
	Percentage of Total Farms:			99.1		0.5		0.5

CONCLUSIONS WITH RESPECT TO PERFORMANCE TESTS

LENDING TEST

The lending test evaluates an institution's lending activities based on the following characteristics:

- geographic distribution of loans, particularly loans originated in low- and moderate-income census tracts;
- borrowers' profile, particularly distribution of loans to low- and moderate-income borrowers and small businesses;
- overall responsiveness to credit needs of highly economically disadvantaged census tracts, low-income persons, and very small businesses; and
- community development lending activities.

The bank's performance under the lending test is rated outstanding in the State College assessment area.

Geographic Distribution of Lending

The geographic distribution of loans in the State College assessment area was analyzed to determine the dispersion of loans among different census tracts within the assessment area. The analysis revealed excellent penetration throughout the assessment area, including low- and moderate-income census tracts.³

Home Mortgage Lending

The percentage of owner-occupied housing units contained within designated census tracts was used as a proxy to estimate demand for residential mortgage lending within such census tracts. A lower level of owner-occupied units limits the bank's lending opportunities in these census tracts. An overwhelming majority (87%) of owner-occupied units in the State College MSA assessment area were located in the area's middle- and upper-income census tracts, with 0.2% located in low-income tracts and 13% in moderate-income tracts. Omega's distribution of HMDA loans indicates that 0.4% of originations were in low-income census tracts and over 23% in moderate-income tracts, reflecting excellent penetration.

Geographic Distribution in Relation to Market Performance

Omega's home mortgage lending was compared to all lenders operating in the State College assessment area in 2006.⁴

³ The information used to evaluate Omega's lending activity in each of its assessment areas is detailed in the **CRA LOAN DISTRIBUTION TABLES** contained in Appendix B. The tables show home mortgage and small business loans the bank originated.

⁴ 2006 is the most recent year for which aggregate HMDA loan data is available.

While 0.2% of all owner-occupied housing units are located in low-income census tracts, 0.8% of all home mortgage loans made in the assessment area were made in low-income census tracts. The aggregate HMDA data revealed few lending opportunities for banks operating in the low-income census tracts. Approximately 0.4% of Omega's loans were originated in low-income census tracts.

Moderate-income census tracts contained 13% of all owner-occupied housing units, and 13% of all home mortgage loans made in the assessment area were made in moderate-income census tracts. By comparison, Omega originated 23% of its home mortgage loans in moderate-income census tracts, indicating performance well above the aggregate in those tracts.

Small Business and Small Farm Lending

The geographic distribution of small business and small farm loans was analyzed to determine the dispersion of these loans among different census tracts within the bank's State College assessment area. The bank's penetration throughout the assessment area was outstanding, including lending in low- and moderate-income census tracts.

Omega originated 286 small business and 50 small farm loans in the State College MSA assessment area, in an aggregate amount of \$45 million. A comparison of the number of small business and small farm loans originated in each type of census tract to the number of small businesses and farms located in those census tracts demonstrates the bank's commitment to making credit available to its entire community. Business demographics revealed a total of 3,545 small businesses and 220 small farms are located within the assessment area.

Omega's extension of credit to these businesses and farms shows that low-income census tracts received 8% of small business and no small farm loans, while 9% of small businesses and 0.5% of small farms are located in these census tracts. Moderate-income census tracts received 13% of small business and 46% of small farm loans, while 9% of small businesses and 15% of small farms are located in these census tracts. Middle-income census tracts, with 44% of small businesses and 57% of small farms, received 49% of small business and 38% of small farm loans, and upper-income census tracts received 30% of small business and 16% of small farm loans for their 36% share of small businesses and 27% share of small farms.

Geographic Distribution in Relation to Market Performance

Omega's small business and small farm lending was compared to all lenders operating in the State College MSA assessment area in 2006. Aggregate data showed that 10% of all small business and no small farm loans were made in low-income census tracts and 8% of all small businesses and 0.5% of small farms are located in low-income census tracts. In comparison, Omega originated 8% of its small business loans in low-income census tracts, performing close to the market in these tracts. (Omega did not originate any small farm loans in low-income tracts.) Furthermore, 8% of all small business and 13% of small farm loans were made in moderate-income census tracts and 9% of small businesses and 15% of small farms are located in moderate-income census tracts. Omega originated 13% of its small business and 46% of its small farm loans in moderate-income census tracts, demonstrating better performance than the market in these tracts.

Distribution of Loans by Borrower Income Level and Revenue Size of Business

HMDA and small business lending data were analyzed in conjunction with a review of the demographic and economic characteristics of the assessment area to determine the extent of lending to borrowers of different income levels and to businesses of different sizes.

Lending to Borrowers of Different Income Levels

The analysis of Omega's home mortgage loans to low- and moderate-income borrowers shows excellent distribution to these borrowers, with 14% originated to low-income borrowers, while 18% of families in the assessment area are designated as low-income. The bank originated 25% of its HMDA loans to moderate-income borrowers, while 19% of families are designated as moderate-income. The bank's overall distribution of loans reflects excellent penetration among retail customers of different income levels, especially in light of the inherent obstacles in lending to low- and moderate-income borrowers.

This problem of lending to low- and moderate-income borrowers has been exacerbated by dramatic increases in home prices in the MSA. Statistics from the Pennsylvania Association of Realtors (PAR) show that the average home price in the north central region, which includes the State College MSA, was \$124,900 in the second quarter of 2006. However, the Centre County Board of Realtors reported that the average sale price in Centre County in 2006 was \$200,081, well above prices reported by the National Association of Realtors and the 2000 census.

Omega participates in the lending programs offered by the PHFA, targeting low- and moderate-income borrowers and those purchasing housing in targeted areas, including all of Omega's assessment areas. The bank offers loans through Keystone, Keystone Plus, and Joint PHFA/Rural Housing Services (RHS) programs which provide financing at below market rates. The Keystone Program is open to first-time homebuyers or homebuyers in targeted areas with incomes less than 100% of the area median. The Keystone Plus program is open to families earning less than 80% of the area median income who are first-time homebuyers with at least one child or disabled adult living in the home. Maximum home price for this program is set by the PHFA. Homebuyers eligible for Keystone Plus loans also qualify for assistance with up to \$2 thousand in closing costs. Loans through the Joint PHFA/RHS program are offered to families who are first-time homebuyers in rural areas of Pennsylvania with income and loan limits comparable to those for Keystone Program loans. PHFA originates the first mortgage on the home, and the RHS will lend additional funds subordinate to PHFA.

During the examination period, a total of 116 loans aggregating over \$9.4 million were originated under the Keystone Program, 11 loans aggregating over \$1 million under the Keystone Plus program, and 88 loans aggregating \$6.6 million under the Joint PHFA/RHS program. In the State College MSA assessment area, Omega originated four Keystone loans aggregating \$483 thousand, and one PHFA/RHS loan for \$156 thousand.

Borrower Distribution in Relation to Market Performance

Omega's home mortgage lending was compared to all lenders operating in the State College MSA assessment area in 2006. This analysis revealed that while 18% of all families in the assessment area are considered low-income, only 6% of all home mortgage loans made in the assessment area were made to low-income borrowers. By comparison, Omega originated 14% of its home mortgage loans to low-income borrowers. In addition, while 19% of families are considered moderate-income, 18% of all home mortgage loans made in the assessment area were made to moderate-income borrowers. By comparison, Omega originated 25% of its home mortgage loans to moderate-income borrowers. Overall, Omega performed significantly better than the market with both low- and moderate-income borrowers.

Lending to Businesses and Farms of Different Sizes

Small business and small farm lending data were analyzed to determine the extent of lending to businesses of different sizes, especially small businesses and farms. A small business or farm is defined as a business with gross annual revenues of \$1 million or less. Omega's distribution of loans reflects excellent penetration among business customers of different sizes.

According to business data provided by Dun and Bradstreet, approximately 88% of businesses and 99% of farms in the State College MSA assessment area reported revenues of less than \$1 million.

Omega originated 286 small business and 50 small farm loans aggregating over \$45 million in 2005 and 2006. Of these loans, Omega originated 208 (73%) and 49 (98%) to businesses and farms with gross annual revenues of \$1 million or less, respectively.

By comparison, a review of all lenders in the market shows that 40% of all small business and 93% of all small farm loans made in the assessment area were to businesses and farms with gross annual revenues of \$1 million or less. Omega's performance in loans to small businesses with gross annual revenues of \$1 million or less well exceeded that of the aggregate lenders in the assessment area, and was comparable to aggregate lending to small farms with revenues of \$1 million or less.

Furthermore, of the 336 small business and small farm loans the bank originated during 2005 and 2006, 220 (or 65%) were extended in an amount of \$100 thousand or less. Since small loans are generally commensurate with the borrowing needs of smaller businesses, Omega's lending activity demonstrates that it is meeting the credit needs of smaller businesses.

Community Development Lending

Overall the bank makes a relatively high level of community development loans, however, none of the loans originated in this evaluation period were located in the State College MSA assessment area.

INVESTMENT TEST

The investment test evaluates a financial institution's level of qualified investments that serve low- or moderate-income census tracts or individuals as well as the innovativeness and complexity of such investments. Qualified investments made before the previous evaluation, which are still outstanding, are considered under this test.

For purposes of CRA, the term "qualified investment" includes a lawful investment, deposit, membership share, or grant that has community development as its primary purpose. The bank's performance under the investment test is rated low satisfactory in the State College assessment area.

Volume of Investment and Grant Activity

The review of investment activity revealed that Omega has an adequate level of qualified community development investments and grants in the State College MSA assessment area. During the previous evaluation period, Omega purchased a \$337,850 share in a Fannie Mae mortgage pool. The outstanding value of this share at the time of this evaluation is \$101,573. The pool comprised four mortgages to low- and moderate-income individuals and families; one of these was located in the State College assessment area.

The bank also holds a total of \$3.6 million Pennsylvania Housing Finance Agency bonds, which support affordable housing throughout the state of Pennsylvania. Almost \$2.7 million of these bonds were purchased during the evaluation period, with \$844 thousand outstanding from the prior period.

In addition to the investments discussed above, the bank made grants and contributions to a local organization that provides affordable housing to low- and moderate-income individuals and census tracts within its assessment area. During the evaluation period, the bank extended \$1 thousand in qualified contributions to this organization.

Responsiveness to Credit and Community Development Needs

Omega exhibits poor responsiveness to credit and community development needs through investments in community development initiatives. Most of the qualified investments are broad in their scope and are not tailored to the needs of particular geographic areas and organizations.

SERVICE TEST

The service test evaluates the financial services provided by a financial institution using the following criteria:

- the accessibility of delivery mechanisms within an assessment area, including the distribution of an institution's branch offices and alternative delivery mechanisms;
- the impact of changes in branch locations upon low- and moderate-income census tracts and/or low- and moderate-income persons in the assessment area;
- the reasonableness of business hours and services in meeting assessment area needs; and
- the extent to which an institution provides community development services.

The bank's performance under the service test is rated high satisfactory in the State College MSA assessment area.

Accessibility of Delivery Systems

The bank's delivery systems are readily accessible to all portions of its assessment area. The bank currently operates 17 branches, including one location with drive-in and ATM facilities only, in the State College MSA. One branch is located in a low-income geography in State College and two in moderate-income geographies in Millheim and Rebersburg. The drive-in only facility is also located in a low-income tract in State College. One of Omega's branches offers banking services on a limited basis to residents of Foxdale Village, a continuing care retirement facility in an upper-income tract in State College. The following table details the locations of the bank's branches and ATMs in the State College MSA.

Geography	Number of Branches	Percent	Number of ATMS	Percent
Low-income	2	12	2	17
Moderate-income	2	12	0	0
Middle-income	8	47	6	50
Upper-income	5 (including limited service)	29	4	33
TOTALS	17	100%	12	100%

Alternative Retail Banking Services and Alternative Methods of Delivering Retail Banking Services

To supplement traditional banking services, Omega provides both Internet and telephone banking to its customers. The web address for its banking site is www.Omegafinancial.com. Both services allow customers to verify account balances, transfer funds between accounts, and make loan payments. The website also allows customers to pay bills electronically, as well as offering businesses the opportunity to remotely deposit checks in their accounts.

Changes in Branch Locations

During the evaluation period, the bank closed one branch in a low-income census tract in State College, PA. However, customers are well served with a drive-in only half a block away from the closed branch, and a full service office only five blocks away, also in downtown State College.

Reasonableness of Business Hours and Services in Meeting Assessment Area Needs

Services, including business hours, do not vary among branch offices in a way that inconveniences certain portions of the assessment area, particularly low- and moderate-income census tracts or individuals.

Community Development Services

Omega provides a relatively high level of community development services in its assessment area. The most notable include those highlighted below.

- The bank president provides training to local high school students in a moderate-income area through a partnership with the Penn State College of Business.
- The CEO serves on the Board of the Downtown State College Improvement District, a non-profit organization committed to revitalizing and stabilizing downtown State College, PA, much of which is located in low- and moderate-income census tracts. Another bank employee also serves on this Board as well.
- The CEO also serves a Board member of the Brockerhoff House Authority, which provides affordable housing to low- and moderate-income elderly in Bellefonte, PA.
- A lender serves as Vice Chairman of the Chamber of Business and Industry of Centre County, which promotes economic growth in the county by, among other activities, providing loans to small businesses in the County.

Banking Products

Omega offers banking products that provide greater access to banking services for low- and moderate-income customers and small businesses.

- The bank's Free Checking account has no minimum balance and charges no monthly fees for unlimited transactions. A free debit card is offered with this account, as well as telephone and online banking.
- New Opportunity Checking is a basic checking account that helps individuals who may have had problems with accounts in the past establish and maintain a new banking relationship. This account has no minimum balance requirement, unlimited check writing, and free Internet banking. The service fee for this account is \$9.95 per month, with a \$3.00 reduction if the customer has a regular direct deposit to the account. The account provides greater access to banking services for low- and moderate-income individuals.
- Omega offers two checking accounts to the small business community. The Community Checking account offers 50 transactions for a monthly maintenance fee of \$8.00, although this fee is waived if a minimum balance of \$1000 is maintained. The Small Business Checking account, for businesses with additional transaction volume, charges \$10.00 for a transaction limit of 400; the fee for this account is waived if a \$3000 minimum balance is maintained. In addition, on-line banking is free to these customers, while account management services are available for a fee.

ALTOONA, PA METROPOLITAN STATISTICAL AREA

DESCRIPTION OF ASSESSMENT AREA

The Altoona, PA assessment area consists of the Altoona MSA, which comprises Blair County in its entirety, and is located in western portion of central Pennsylvania. This assessment area contains 34 census tracts, one of which is designated as low-income, six as moderate-income, 25 as middle-income, and two as upper-income.

The low-income census tract is located in downtown Altoona's commercial district and houses fewer than 200 families. Four of the moderate-income tracts are also located in downtown Altoona, one in Tyrone, PA, and one in the rural southern area of the county. Almost eighteen percent of the assessment area population resides within these low- and moderate-income tracts.

Omega's performance was evaluated in terms of the demographic and business context in which it operates. According to the FDIC's Summary of Deposits as of June 30, 2006⁵, 14 depository institutions operate in the Altoona MSA, maintaining a total of 64 branches holding \$1.88 billion in deposits. Omega operates 11 of these branches, holding \$258 million in deposits. The bank ranked third in the MSA, controlling almost 14% of the retail deposit market.

Omega's HMDA loans were compared to the aggregate of all lenders reporting real estate loans under HMDA. This data is reported annually. According to the 2006 data, the most recent year for which information is available, the Altoona MSA had a total of 236 HMDA reporters. Omega was the largest HMDA loan originator, with 4.8% of all such loans. Institutions rounding out the top five include Wells Fargo Bank NA with 4.6%, First Commonwealth Bank with 4.5%, Reliance Savings Bank with 4.4%, and Citizens Bank of PA with 4.1%.

Omega ranked seventh among small business lenders operating in the Altoona MSA with 6% of the market. Citizens Bank of PA and S&T Bank were the only local or regional lenders in the top ten, both with 3.4% of the market. National lenders such as American Express Bank FSB, Citibank SD NA, and GE Capital Financial hold over 68% of the market.

ECONOMIC CHARACTERISTICS

The Altoona MSA's economy enjoyed an upswing at the end of 2006, as job growth exceeded its historical rate. The service sector is expanding, especially information and financial services. On the other hand, manufacturing, transportation, and leisure are losing jobs. Retail trade is growing however; new shopping areas have been built in the recent past, and are attracting shoppers from all of the surrounding areas.

Recent population losses are now being offset by an influx of migrants to the area from high-cost metropolitan areas such as New York and New Jersey, which is spurred partly by the low housing costs and cost of living in the MSA, and easily achieved due to the good transportation linkages to the area.

⁵ June 30, 2006 is the most recent date for which FDIC deposit data is available.

Unfortunately the area's labor force continues to be less educated than those in Johnstown and State College, and will be at a disadvantage when competing to attract companies requiring a pool of skilled workers. High crime rates are also impeding the MSA's growth.

Major employers in the MSA include Altoona Regional Health System, Pennsylvania government, Altoona Area School District, and Sheetz, Inc.

Major banking competitors include M&T Trust Co, Citizens Bank of PA, and First Commonwealth Bank. The following table details unemployment rates in the past year.

Locations	May 2007	May 2006
Altoona MSA	3.8%	4.7%
Pennsylvania	4.1%	4.7%
United States	4.3%	4.4%

Community contacts with local economic development entities mentioned the need for home improvement loans to preserve the older housing base, and additional credit opportunities to attract and retain small businesses.

HOUSING

The Altoona MSA contains 55,061 housing units, 68% of which are owner-occupied and 25% rental units. In the moderate-income census tracts, 55% of housing units are owner-occupied, while rental units account for 36% of housing. In the middle-income census tracts, 73% of housing units are owner-occupied, while rental units account for 22% of all housing. The overall owner-occupancy rate for the state of Pennsylvania is 65%.

The percentage of owner-occupied housing units contained within designated census tracts was used as a proxy to estimate demand for residential mortgage lending within such census tracts. The analysis of owner-occupied housing units, compared to the total number of available housing units for each geographic designation, shows that just 0.2% of all owner-occupied units are located in the assessment area's low-income census tracts, and 14% are located in the assessment area's moderate-income census tracts. The large majority of owner-occupied units (76%) are located in the middle-income census tracts.

Single-family homes comprise 74% of all housing units in the Altoona MSA, while two-to-four-family units comprise 10%, multi-family units 9%, and mobile homes 7%. The median age of the housing stock is 50 years, which is higher than the median age in the state of 43 years. Median rent in the assessment area is \$412, with 35% of renters paying more than 30% of their income for housing.

According to 2000 Census data, the median housing value in the assessment area is \$71,113. The median housing values in the upper-income census tracts (\$110,843) and middle-income tracts (\$72,387) are higher than those in the moderate-income census tracts (\$45,410), and in low-income tracts (\$24,545).

Of the total owner-occupied housing units, 38% are valued at less than \$60 thousand, indicating that housing in this assessment area is more affordable than in Pennsylvania as a whole, where 24% of housing units are valued at less than \$60 thousand.

BORROWER INCOME DATA

For purposes of evaluating the distribution of loans to borrowers of different income levels, incomes were classified based upon annually adjusted median family income data made available by HUD. The 2000 Census data show that the median family income for the assessment area was \$40,157, compared to \$49,184 for the state. In 2006, the adjusted median family income for the Altoona MSA, as reported by HUD, increased to \$48,800.

The 2000 Census data show that 18% of families in the assessment area are designated as low-income and 19% are moderate-income. Families living below the poverty level represent 9% of the total families in the assessment area, which is slightly above that in Pennsylvania as a whole.

GEOGRAPHIC BUSINESS DATA

The percentage of small businesses and small farms located within designated census tracts was used as a proxy to estimate demand for small business credit within such census tracts. According to Dun and Bradstreet, 3,354 small businesses and 134 small farms operate in the Altoona MSA. Four percent of the small businesses are located in the low-income tract, and 18% in the moderate-income tracts. Less than one percent of the small farms are located in the low-income census tracts, and 8% in the moderate-income.

The demographics used to assess the performance context in which Omega operates are detailed in the table on the following page.

Exhibit #3 Assessment Area Demographics Altoona, PA MSA								
Income Categories	Tract Distribution		Families by Tract Income		Families < Poverty Level as % of Families by Tract		Families by Family Income	
	#	%	#	%	#	%	#	%
Low-income	1	2.9	189	0.5	75	39.7	6,393	18.1
Moderate-income	6	17.6	5,501	15.6	1,080	19.6	6,719	19.1
Middle-income	25	73.5	26,249	74.4	1,824	6.9	8,629	24.5
Upper-income	2	5.9	3,328	9.4	222	6.7	13,526	38.4
Unknown-income	0	0.0	0	0.0	0	0.0	0	0.0
Total Assessment Area	34	100.0	35,267	100.0	3,201	9.1	35,267	100.0
	Housing Units by Tract	Housing Types by Tract						
		Owner-occupied			Rental		Vacant	
		#	%	%	#	%	#	%
Low-income	1,293	62	0.2	4.8	1,024	79.2	207	16.0
Moderate-income	9,375	5,176	13.8	55.2	3,336	35.6	863	9.2
Middle-income	39,505	28,669	76.3	72.6	8,587	21.7	2,249	5.7
Upper-income	4,888	3,654	9.7	74.8	1,010	20.7	224	4.6
Unknown-income	0	0	0.0	0.0	0	0.0	0	0.0
Total Assessment Area	55,061	37,561	100.0	68.2	13,957	25.3	3,543	6.4
	Total Businesses by Tract	Businesses by Tract & Revenue Size						
		Less Than or = \$1 Million		Over \$1 Million		Revenue Not Reported		
		#	%	#	%	#	%	
Low-income	170	4.4	135	4.0	32	7.7	3	3.6
Moderate-income	688	17.8	605	18.0	70	16.8	13	15.5
Middle-income	2,588	67.1	2,260	67.4	270	64.7	58	69.0
Upper-income	409	10.6	354	10.6	45	10.8	10	11.9
Unknown-income	0	0.0	0	0.0	0	0.0	0	0.0
Total Assessment Area	3,855	100.0	3,354	100.0	417	100.0	84	100.0
	Percentage of Total Businesses:			87.0		10.8		2.2
	Total Farms by Tract	Farms by Tract & Revenue Size						
		Less Than or = \$1 Million		Over \$1 Million		Revenue Not Reported		
		#	%	#	%	#	%	
Low-income	1	0.7	1	0.7	0	0.0	0	0.0
Moderate-income	11	8.1	11	8.2	0	0.0	0	0.0
Middle-income	121	89.0	119	88.8	2	100.0	0	0.0
Upper-income	3	2.2	3	2.2	0	0.0	0	0.0
Unknown-income	0	0.0	0	0.0	0	0.0	0	0.0
Total Assessment Area	136	100.0	134	100.0	2	100.0	0	0.0
	Percentage of Total Farms:			98.5		1.5		0.0

CONCLUSIONS WITH RESPECT TO PERFORMANCE TESTS

LENDING TEST

The lending test evaluates an institution's lending activities based on the following characteristics:

- geographic distribution of loans, particularly loans originated in low- and moderate-income geographies;
- borrowers' profile, particularly distribution of loans to low- and moderate-income borrowers and small businesses;
- overall responsiveness to credit needs of highly economically disadvantaged geographies, low-income persons, and very small businesses; and
- community development lending activities.

Performance under the lending test in the Altoona MSA assessment area is rated as low satisfactory.

Geographic Distribution of Lending

The geographic distribution of loans in the bank's Altoona assessment area was analyzed to determine the dispersion of loans among different census tracts. The analysis revealed adequate penetration throughout the assessment area, including the low- and moderate-income census tracts⁶.

Home Mortgage Lending

The percentage of owner-occupied housing units contained within designated census tracts was used as a proxy to estimate demand for residential mortgage lending within such census tracts. A lower level of owner-occupied units limits the bank's lending opportunities in these census tracts. In the Altoona assessment area, only 0.2% of all owner-occupied units are located in low-income census tracts, and neither Omega nor the aggregate lenders in the area originated any loans in this tract. Fourteen percent of all owner-occupied units are located in the moderate-income tracts. By comparison, Omega originated 8% of home mortgage loans in moderate-income census tracts. This reflects adequate geographic penetration.

Geographic Distribution in Relation to Market Performance

Omega's home mortgage lending was compared to all lenders operating in the Altoona MSA.⁷ As mentioned above, there were no originations in the one low-income census tract in the MSA. While 14% of all owner-occupied housing units are located in moderate-income census tracts, 16% of all home mortgage loans originated in the assessment area were made in moderate-income census tracts.

⁶ The information used to evaluate Omega's lending activity in each of its assessment areas is detailed in the **CRA LOAN DISTRIBUTION TABLES** contained in Appendix B. The tables show home mortgage and small business loans the bank originated.

⁷ 2006 is the most recent year for which aggregate HMDA loan data is available.

Omega, by comparison, originated 8% of home mortgage loans in moderate-income census tracts, underperforming the market in these tracts.

Small Business and Small Farm Lending

The geographic distribution of small business and small farm loans was analyzed to determine the dispersion of these loans among different census tracts within the bank's Altoona assessment area. The bank's penetration throughout the assessment area was adequate, including lending in low- and moderate-income census tracts.

Omega originated 345 small business and 104 small farm loans in the Altoona assessment area, aggregating \$25 million. A comparison of the number of small business and farm loans originated in each type of census tract to the number of small businesses and farms located in those tracts demonstrates the bank's commitment to making credit available to its entire community.

Business demographics revealed 3,354 small businesses and 134 small farms within the assessment area. Omega's extension of credit to these businesses shows that the one low-income census tract received 1% of small business loans for its 4% share of small businesses. There were no small farm loans originated in this tract. Moderate-income census tracts received 10% of small business loans and 4% of small farm loans, while 18% of small businesses and 8% of small farms are located in these census tracts. Middle-income census tracts, where 67% of small businesses loans and 89% of small farms are located, received 79% and 94%, respectively. Upper-income census tracts received 10% of small business loans for their 11% share and 3% of small farm loans for their 2% share of small farms.

Omega also originated two small business loans secured by real estate aggregating \$70 thousand in the Altoona assessment area during the evaluation period. One of these loans was located in a moderate-income census tract, and one in a middle-income tract.

Geographic Distribution in Relation to Market Performance

Omega's small business and small farm lending was compared to all lenders operating in the Altoona assessment area in 2006. Aggregate data showed that 4% of all small business loans were made in the low-income census tract while 4% of small businesses are located in that tract. (There were no small farms loans originated in the low-income tract.) Omega originated 1% of its small business loans in low-income census tracts, performing below the market in this tract.

Aggregate lenders originated 12% of small business loans and 4% of small farm loans in the moderate-income census tracts, while 18% of small businesses and 8% of small farms are located in these tracts. Omega's lending in these tracts was almost comparable to the aggregate, with 10% of its small business loans and 4% of its small farm loans originated in these tracts.

Distribution of Loans by Borrower Income Level and Revenue Size of Business

HMDA and small business lending data were analyzed in conjunction with a review of the demographic and economic characteristics of the Altoona assessment area to measure the extent of lending to borrowers of different income levels and businesses of different sizes.

Lending to Borrowers of Different Income Levels

An analysis of Omega's distribution of home mortgage loans to low- and moderate-income borrowers shows that 10% of the bank's HMDA loans were to low-income borrowers, while 18% of families in the assessment area are designated as low-income. Eighteen percent of the bank's HMDA loans were to moderate-income borrowers, while 19% of families are designated as moderate-income.

The bank's overall distribution of loans among retail customers of different income levels reflects good penetration especially given the obstacles to lending common to low- and moderate-income borrowers. In particular, about 35% of the assessment area's renters expend more than 30% of gross income for housing, which makes it difficult for renters to save the amounts necessary to purchase a house.

Omega participates in the lending programs offered by the PHFA, targeting low- and moderate-income borrowers and those purchasing housing in targeted areas, including all of Omega's assessment areas. The bank offers loans through the Keystone, Keystone Plus, and PHFA/RHS programs which provide financing at below market rates.

During the examination period, a total of 116 loans aggregating over \$9.4 million were originated under the Keystone Program, 11 loans aggregating over \$1 million under the Keystone Plus program, and 88 loans aggregating \$6.6 million under the PHFA/RHS program. In the Altoona MSA assessment area, Omega originated 22 Keystone loans aggregating \$1.68 million, six Keystone Plus loans aggregating \$440 thousand, and three PHFA/RHS loans aggregating \$248 thousand.

Borrower Distribution in Relation to Market Performance

Omega's home mortgage lending was compared to all lenders operating in the Altoona assessment area. The analysis revealed that while 18% of all families in the assessment area are considered low-income, 10% of all home mortgage loans made in the assessment area were made to low-income borrowers. By comparison, Omega originated 10% of its home mortgage loans to the same category of borrowers.

In addition, while 19% of families are considered moderate-income, 20% of all home mortgage loans made in the assessment area were made to moderate-income borrowers. By comparison, Omega originated 18% of its home mortgage loans to moderate-income borrowers. Overall, Omega's performance was comparable to other lenders in the market with regard to both low- and moderate-income borrowers.

Lending to Businesses and Farms of Different Sizes

Small business and small farm lending data were analyzed to determine the extent of lending to businesses of different sizes, especially small businesses. A small business or farm is defined as a business with gross annual revenues of \$1 million or less. Omega's distribution of loans reflects excellent penetration among business customers of different sizes.

According to business data provided by Dun and Bradstreet, approximately 87% of businesses and 99% of farms in the Altoona MSA reported revenues of less than \$1 million.

Omega originated 345 small business and 104 small farm loans aggregating over \$40 million in 2005 and 2006. Of these loans, 271 (79%) and 101 (97%) were originated to businesses and farms with gross annual revenues of \$1 million or less, respectively. By comparison, a review of all lenders in the market shows that 40% of all small business and 91% of all small farm loans made in the assessment area were to businesses and farms with gross annual revenues of \$1 million or less. Omega's performance in loans to small businesses with gross annual revenues of \$1 million or less well exceeded that of the aggregate lenders in the assessment area, and was comparable to aggregate lending to small farms with revenues of \$1 million or less.

Of the 345 small business loans and 104 small farm loans the bank originated during 2005 and 2006, 268 (85%), and 89 (86%), respectively, were extended in an amount of \$100 thousand or less. Since small loans are generally commensurate with the borrowing needs of smaller businesses, Omega's lending activity demonstrates excellent responsiveness to the credit needs of smaller businesses.

Community Development Lending

Omega made a relatively high level of community development loans overall, however none of the loans originated in this evaluation period were made in the Altoona MSA assessment area.

INVESTMENT TEST

The investment test evaluates a financial institution's level of qualified investments that serve low- or moderate-income census tracts or individuals as well as the innovativeness and complexity of such investments. Qualified investments made before the previous evaluation, which are still outstanding, are also considered under the test. For purposes of CRA, the term "qualified investment" includes a lawful investment, deposit, membership share, or grant that has as its primary purpose community development.

Omega's performance under the investment test in the Altoona MSA assessment area is rated low satisfactory.

Volume of Investment and Grant Activity

Omega has an adequate level of qualified community development investments and grants in the assessment area. During the previous evaluation period, Omega purchased a \$337,850 share in a Fannie Mae pool comprising mortgages to low- and moderate-income individuals and families. This investment's book value is now \$101,573. Two of the four loans in this pool were located in the Altoona MSA assessment area.

The bank also holds a total of \$3.6 million Pennsylvania Housing Finance Agency bonds, which support affordable housing throughout the Commonwealth of Pennsylvania. Almost \$2.7 million of these bonds were purchased during the evaluation period, with \$844 thousand outstanding from the prior period.

Responsiveness to Credit and Community Development Needs

Omega exhibits poor responsiveness to credit and community development needs through investments in community development initiatives. Most of the qualified investments are broad in their scope and are not tailored to the needs of particular geographic areas and organizations.

SERVICE TEST

The service test evaluates the financial services provided by a financial institution using the following criteria:

- the accessibility of delivery mechanisms within an assessment area, including the distribution of an institution's branch offices, and alternative delivery mechanisms;
- the impact of changes in branch locations upon low- and moderate-income census tracts and/or low- and moderate-income persons in the assessment area;
- the reasonableness of business hours and services in meeting assessment area needs; and
- the extent to which an institution provides community development services.

The bank's performance under the service test in the Altoona MSA assessment area is rated high satisfactory.

Accessibility of Delivery Systems

The bank's delivery systems are readily accessible to essentially all portions of its assessment area. The bank currently operates 11 branches in the Altoona MSA assessment area. One of the branches is located in a moderate-income census tract in Tyrone, PA; the rest of the branches are located in middle-income tracts throughout the assessment area, including a limited service branch providing banking services one day per week at a continuing care retirement community in Martinsburg, PA. There are no branches in the one low-income census tract in the assessment area. The following table details the locations of the bank's branches in the Altoona MSA assessment area.

Geography	Number of Branches	Percent	Number of ATMs	Percent
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Low-income	0	0	0	0
Moderate-income	1	9	1	13
Middle-income	10 (including limited service)	91	7	87
Upper-income	0	0	0	0
Totals	11	100%	8	100%

Alternative Retail Banking Services and Alternative Methods of Delivering Retail Banking Services

To supplement traditional banking services, Omega provides both Internet and telephone banking to its customers. The web address for its banking site is www.Omegafinancial.com. Both services allow customers to verify account balances, transfer funds between accounts, and make loan payments. The website also allows customers to pay bills electronically, and offers businesses the opportunity to remotely deposit checks in their accounts.

Changes in Branch Locations

The bank did not open or close any branches in the Altoona MSA assessment area during the evaluation period.

Reasonableness of Business Hours and Services in Meeting Assessment Area Needs

The bank's services, including its business hours, do not vary among branch offices in a way that inconveniences certain portions of the assessment area, particularly low- and moderate-income census tracts or individuals.

Community Development Services

Omega provides a relatively high level of community development services in this assessment area, including those highlighted below.

- One of the bank's lenders serves on the loan committee of the Altoona Blair County Development Corporation (ABCD), whose mission is to enhance the quality of life in Blair County through progressive and sustainable business development. ABCD Corporation is instrumental in attracting and retaining business and industry in Blair County.
- Another lender serves on the loan review committee of the Southern Alleghenies Planning and Development Commission, a non-profit regional community development organization. The Commission's mission is to address human resource development, encourage the creation and retention of jobs, and to improve the quality of life for residents of the Alleghenies, including the Altoona MSA.

Banking Products

Omega offers banking products that provide greater access to banking services for low- and moderate-income customers and small businesses.

- The bank's Free Checking account has no minimum balance and charges no monthly fees for unlimited transactions. A free debit card is offered with this account, as well as telephone and online banking.
- New Opportunity Checking is a basic checking account that helps individuals who may have had problems with accounts in the past establish and maintain a new banking relationship. This account has no minimum balance requirement, unlimited check writing, and free Internet banking. The service fee for this account is \$9.95 per month, with a \$3.00 reduction if the customer has a regular direct deposit to the account. The account provides greater access to banking services for low- and moderate-income individuals.
- Omega offers two checking accounts to the small business community. The Community Checking account offers 50 transactions for a monthly maintenance fee of \$8.00, although this fee is waived if a minimum balance of \$1000 is maintained. The Small Business Checking account, for businesses with additional transaction volume, charges \$10.00 for a transaction limit of 400; the fee for this account is waived if a \$3000 minimum balance is maintained. In addition, on-line banking is free to these customers, while account management services are available for a fee.

NON-MSA, PA ASSESSMENT AREA

DESCRIPTION OF ASSESSMENT AREA

The Non-MSA assessment area includes eight counties in central Pennsylvania: Northumberland, also known as the Sunbury Micropolitan area; Snyder, also known as the Selinsgrove Micropolitan Area; Union, also known as the Lewisburg Micropolitan Area, Huntingdon, also known as the Huntingdon Micropolitan Area; Mifflin, also known as the Lewistown Micropolitan Area; Clinton, also known as the Lock Haven Micropolitan Area; Juniata County; and three census tracts in northeast Bedford County. This assessment area has 78 census tracts, 12 of which are moderate-income, 62 middle-income, and four upper-income. The moderate income census tracts are located in the cities of Shamokin (three tracts) and Sunbury (two tracts) in Northumberland County, two in the city of Lewistown in Mifflin County; one in Mt Union in Huntingdon County; three tracts in Clinton County, two in Lock Haven and one rural tract; and one rural tract in northern Bedford County. Thirteen percent of the assessment area's population resides in these moderate-income tracts. There are no low-income census tracts in this assessment area.

Omega's performance was evaluated in terms of the demographic and business context in which it operates. According to the FDIC's Summary of Deposits, as of June 30, 2006⁸, 30 depository institutions operate in the assessment area maintaining a total of 137 branches holding \$4 billion deposits.

Omega, with 26 branches in the assessment area ranks first with over 14% of the area market share. Other institutions in the top five include M&T Trust Co with 8.7%, Juniata Valley Bank with 7.7%, and Northumberland National Bank with 7%.

Omega's HMDA loans were compared to the aggregate of all lenders in the market reporting real estate loans under HMDA. This data is reported annually. The most recent year for which information is available is 2006. Omega ranked first out of 294 reporters with 883 loans, representing 7.5% of the total market. Banks rounding out the top five include Juniata Valley Bank with 3.9% of the market, Countrywide Home Loans with 3.6%, Sovereign Bank with 2.8%, and Jersey Shore State Bank with 2.8%.

Omega ranked eighth in small business and small farm loans in the assessment area, with 3.7% of the market. Only one super-regional bank, M&T Trust Co., appeared in the top ten; the rest of the market is captured by national lenders such as American Express Bank FSB, Chase Bank USA, Citibank SD NA, and GE Capital Financial. These banks and other national lenders comprised over 75% of the market in the Non-MSA assessment area.

ECONOMIC CHARACTERISTICS

The Non-MSA assessment area consists of eight counties, six of them designated as micropolitan areas by the Office of Management and Budget. These counties include:

- Northumberland, also known as the Sunbury Micropolitan Area;
- Snyder, also known as the Selinsgrove Micropolitan Area;
- Union, also known as the Lewisburg Micropolitan Area;
- Huntingdon, also known as the Huntingdon Micropolitan Area;
- Mifflin, also known as the Lewistown Micropolitan Area;
- Clinton, also known as the Lock Haven Micropolitan Area;
- Juniata County; and
- three census tracts in northeastern Bedford County.

Northumberland County, which comprises the Sunbury Micropolitan Area, has traditionally relied on mining, quarrying, and heavy manufacturing as the mainstays of its economy. Although these enterprises still provide employment, they have been overshadowed by food manufacturing and health services. Major employers include Weis Markets; HH Knoebel and Sons; Pennsylvania and Northumberland County government; Conagra Foods; and Fleetwood Motor Homes. Much of the county remains rural, comprised primarily of wooded and farm land.

⁸ June 30, 2006 is the most recent date for which FDIC deposit data is available.

Northumberland County's population has decreased by 5% between the 1990 and 2000 Census, and estimates show it decreasing by another 3.1% between 2000 and 2006. Banks with a presence in the county include Susquehanna Bank PA, Northumberland National Bank, and M&T Trust Co. Omega ranks fourth in deposit market share with 7%.

Snyder County comprises the Selinsgrove Micropolitan Area, which is largely rural in nature. About 43% of the county's land is devoted to farming, although towns along the Susquehanna River support a variety of light industries.

The county's population increased slightly (by 2%) from 1990 to 2000, and is estimated to have increased another 1.8% between 2000 and 2006. Major employers include Wood Mode Cabinets, Conestoga Wood Specialties, Apex Homes, and Susquehanna University. Pennsylvania government is the second largest employer in the county, and local school districts provide employment as well. Omega's competitors in the area include Swineford National Bank, which holds 30% of county deposits, and Northumberland National Bank. Omega ranks second with 22% of deposit market share.

Union County, which is the Lewisburg Micropolitan Area, is the fastest growing of all the counties in this assessment area. Its population grew by 15% from 1990 to 2000, and is estimated to have increased by another 4.2% between 2000 and 2006. Although some of this growth resulted from the establishment of the Allenwood Federal Correctional Institution, the county's population has been growing steadily since World War II. Much of the county's land remains forest and open space. (Approximately one-third is state forest land.) This open space serves to attract recreational, seasonal, and retirement homes. The county's major employers include the United States government, Bucknell University, Evangelical Hospital, Yorktown, Inc. (kitchen cabinet makers), and Ritzcraft Homes (modular home builders). Major area banks include West Milton State Bank and Mifflinburg Bank and Trust, which hold 66% of county deposits between them. Omega holds 8% of the county's deposits.

Huntingdon County, also known as the Huntingdon Micropolitan Area, is located south of State College in the Southern Alleghenies region of Pennsylvania. According to the Huntingdon County Planning Commission, approximately 72% of the county is forested, 22% agricultural and 4% developed. The county's population has remained stable, probably due to its rural nature. Major employers include Pennsylvania government, JC Blair Memorial Hospital, Juniata College and AGY. Major banks in the county include Community State Bank of Orbisonia, Omega Bank, and Clearfield Bank and Trust. Omega ranks second in deposit market share in the county with over 25%.

Mifflin County, also known as the Lewistown Micropolitan Area straddles the Juniata River, and shares its scenic beauty with Juniata County to the south. This area, otherwise known as the Juniata Valley, is very mountainous, although agriculture is the mainstay of the economy, with some manufacturing and tourism as well. Population in Mifflin County is fairly stable, with an estimated loss of 1% between 2000 and 2006, while Juniata county experienced a gain of 3%. Major employers in the Juniata Valley region, include Lewistown Hospital, Armstrong Wood Products, and Juniata and Mifflin County School Districts.

Banks in the area include Juniata Valley Bank, with 30% of market share, Kishacoquillas Valley National Bank with 22%, First National Bank of Mifflintown with 16%, and Omega with 15% of deposit market share.

Clinton County, also known as the Lock Haven Micropolitan Area, is home to Lock Haven State University, which is one of its top three employers. State forest and game lands comprise well over half the county's land area; most of the developed land is concentrated around the city of Lock Haven and surrounding communities along the Susquehanna River. Major employers in the county include the Keystone Central School District, First Quality Products, Inc, and Lock Haven University.

There are five banks with branches in the county, including Sovereign Bank with 21% of market share, Jersey Shore State Bank with 21%, M&T Trust Co with 21%, Omega Bank with 20%, and Northwest Savings with 6%.

The unemployment rates for all the counties in this assessment area, as well as rates for Pennsylvania and the US as a whole, are presented in the following table.

Location	May 2007	May 2006
Sunbury/Northumberland County	5.0%	5.4%
Selinsgrove/Snyder County	3.9%	3.7%
Lewisburg/Union County	4.7%	4.7%
Huntingdon/Huntingdon County	4.4%	4.8%
Lewistown/Mifflin County	4.7%	5.2%
Lock Haven/ Clinton County	4.6%	5.1%
Juniata County	3.7%	4.0%
Bedford County	4.9%	5.3%
Pennsylvania	4.1%	4.7%
United States	4.3%	4.4%

Based on interviews with community organizations in the assessment area, the area's credit needs include affordable housing, especially in Union County, small business loans and technical assistance for small businesses.

HOUSING

The Non-MSA assessment area contains 148,283 housing units, 65% of which are owner-occupied while 22% are rental units. In moderate-income census tracts, owner-occupancy is 46%, while rental units account for 36% of housing. The overall owner-occupancy rate in Pennsylvania as a whole is 65%.

Single family units comprise 77% of the housing units, while two-to-four family units comprise 8%, multi-family units 5%, and mobile homes 10%. The median age of the housing stock is 45 years, compared to 43 years in Pennsylvania as a whole. Median rent in the assessment area is \$404, with 28% of renters paying more than 30% of their income for housing. The median rent in Pennsylvania overall is \$531, with 35% of renters paying more than 30% of their income for housing.

The median housing value in the assessment area is \$78,181. The median housing values in the upper-income census tracts (\$109,283) have a large disparity with those in middle-income (\$79,307), and moderate-income (\$50,462) tracts. Of the total owner-occupied housing units, 34% are valued at less than \$60 thousand, indicating that housing in the Non-MSA assessment area is more affordable overall than Pennsylvania as a whole at 24%.

The percentage of owner-occupied housing units contained within designated census tracts was used as a proxy to estimate demand for residential mortgage lending within such census tracts. The analysis of owner-occupied housing units, compared to the number of total available housing units for each geographic designation, shows that the majority of owner-occupied housing units (84%) are located in the middle-income census tracts. Just 10% are located in the moderate-income census tracts, with the remaining 6% of owner-occupied units located in upper-income census tracts.

BORROWER INCOME DATA

For purposes of evaluating the distribution of loans to borrowers of different income levels, incomes are classified based upon annually adjusted median family income data made available by HUD. According to the 2000 Census data, the median family income for the Non-MSA assessment area was \$40,341, compared to \$49,184 for Pennsylvania.

The adjusted median family income for all the non-MSA counties (which is used to classify borrowers for purposes of this evaluation) in Pennsylvania in 2006 was \$50,600. The adjusted median family incomes reported by HUD in 2006 for the counties comprising the Non-MSA assessment area were \$46,100 in Bedford County, \$46,600 in Clinton County, \$48,800 in Huntingdon County, \$48,000 in Juniata County, \$46,700 in Mifflin County, \$48,400 in Northumberland County, \$50,900 in Snyder County, and \$58,300 in Union County.

Of the total families in the Non-MSA assessment area, 18% are designated as low-income and 20% are moderate-income. Families living below the poverty level represent 8% of the total families in the assessment area, which is comparable to that in Pennsylvania.

GEOGRAPHIC BUSINESS DATA

The percentage of small businesses and small farms located within designated census tracts was used as a proxy to estimate demand for small business credit within such census tracts. According to Dun and Bradstreet, the Non-MSA assessment area has 8,416 small businesses and 904 small farms. Thirteen percent of the small businesses are located in the assessment area's moderate-income census tracts, and 1% of small farms are located in these tracts. The substantial majority of small businesses (77%) and small farms (93%) are located in middle-income census tracts. The assessment area contains no low-income census tracts.

The demographics used to assess the performance context in which Omega operates are detailed in the table on the following page.

Exhibit #4								
Assessment Area Demographics								
Pennsylvania Non MSA Counties								
Income Categories	Tract Distribution		Families by Tract Income		Families < Poverty Level as % of Families by Tract		Families by Family Income	
	#	%	#	%	#	%	#	%
Low-income	0	0.0	0	0.0	0	0.0	16,153	17.9
Moderate-income	12	15.4	10,280	11.4	1,704	16.6	18,380	20.4
Middle-income	62	79.5	75,074	83.3	5,276	7.0	22,956	25.5
Upper-income	4	5.1	4,740	5.3	164	3.5	32,605	36.2
Unknown-income	0	0.0	0	0.0	0	0.0	0	0.0
Total Assessment Area	78	100.0	90,094	100.0	7,144	7.9	90,094	100.0
	Housing Units by Tract	Housing Types by Tract						
		Owner-occupied		Rental		Vacant		
		#	%	%	#	%	#	%
Low-income	0	0	0.0	0.0	0	0.0	0	0.0
Moderate-income	21,299	9,847	10.2	46.2	7,566	35.5	3,886	18.2
Middle-income	119,386	81,584	84.4	68.3	22,917	19.2	14,885	12.5
Upper-income	7,598	5,288	5.5	69.6	1,837	24.2	473	6.2
Unknown-income	0	0	0.0	0.0	0	0.0	0	0.0
Total Assessment Area	148,283	96,719	100.0	65.2	32,320	21.8	19,244	13.0
	Total Businesses by Tract	Businesses by Tract & Revenue Size						
		Less Than or = \$1 Million		Over \$1 Million		Revenue Not Reported		
		#	%	#	%	#	%	
Low-income	0	0.0	0	0.0	0	0.0	0	0.0
Moderate-income	1,242	13.0	1,105	13.1	86	11.2	51	14.1
Middle-income	7,411	77.6	6,507	77.3	617	80.0	287	79.5
Upper-income	895	9.4	804	9.6	68	8.8	23	6.4
Unknown-income	0	0.0	0	0.0	0	0.0	0	0.0
Total Assessment Area	9,548	100.0	8,416	100.0	771	100.0	361	100.0
Percentage of Total Businesses:				88.1		8.1		3.8
	Total Farms by Tract	Farms by Tract & Revenue Size						
		Less Than or = \$1 Million		Over \$1 Million		Revenue Not Reported		
		#	%	#	%	#	%	
Low-income	0	0.0	0	0.0	0	0.0	0	0.0
Moderate-income	12	1.3	12	1.3	0	0.0	0	0.0
Middle-income	866	93.3	843	93.3	21	95.5	2	100.0
Upper-income	50	5.4	49	5.4	1	4.5	0	0.0
Unknown-income	0	0.0	0	0.0	0	0.0	0	0.0
Total Assessment Area	928	100.0	904	100.0	22	100.0	2	100.0
Percentage of Total Farms:				97.4		2.4		0.2

CONCLUSIONS WITH RESPECT TO PERFORMANCE TESTS

LENDING TEST

The bank's performance under the lending test in the Non-MSA assessment area is rated high satisfactory.

Geographic Distribution of Lending

The geographic distribution of loans was analyzed to determine the dispersion of loans among different census tracts within the Non-MSA assessment area. The analysis revealed adequate penetration throughout the assessment area, including moderate-income census tracts.⁹

Home Mortgage Lending

The percentage of owner-occupied housing units contained within designated census tracts was used as a proxy to estimate demand for residential mortgage lending within such census tracts. A lower level of owner-occupied units limits the bank's lending opportunities in these census tracts. In the Non-MSA assessment area, the large majority of owner-occupied housing units (90%) are located in middle- and upper-income census tracts. Only 10% of all owner-occupied units are located in the moderate-income census tracts.

By comparison, Omega originated 7% of its home mortgage loans in moderate-income census tracts. This reflects good penetration despite the limited amount of owner-occupied housing in moderate-income census tracts.

Geographic Distribution in Relation to Market Performance

Omega's home mortgage lending was compared to all lenders operating in the Non-MSA assessment area in 2006.¹⁰ Moderate-income census tracts contain 10% of all owner-occupied housing units and 12% of all home mortgage loans made in the assessment area were made in moderate-income census tracts. By comparison, Omega originated 7% of its home mortgage loans in moderate-income census tracts, indicating the bank's performance was below the level of other lenders in these tracts.

Small Business Lending

The geographic distribution of small business loans was analyzed to measure the dispersion of these loans among different census tracts within the bank's Non-MSA assessment area. CRA data show the bank had adequate penetration throughout the assessment area, including moderate-income census tracts.

⁹ The information used to evaluate Omega's lending activity in each of its assessment areas is detailed in the **CRA LOAN DISTRIBUTION TABLES** contained in Appendix B. The tables show home mortgage and small business loans the bank originated.

¹⁰ 2006 is the most recent year for which aggregate HMDA loan data is available.

During the period evaluated, Omega originated 386 small business loans and 206 small farm loans, in an aggregate amount of \$51 million. A comparison of the number of small business and small farm loans originated in each type of census tract to the number of small businesses and farms located in those census tracts demonstrates a bank's commitment to making credit available to its entire community. Business demographics revealed a total of 8,416 small businesses and 904 small farms in the assessment area.

Omega's extension of credit to these businesses and farms shows that moderate-income census tracts received 5% of small business loans, while 13% of businesses are located in these census tracts. (Omega did not originate any small farm loans in the moderate-income census tracts, where 1% of the small farms are located.) Middle-income census tracts received 89% of small business and 99% of small farm loans, for their 77% share of small businesses and 93% share of small farms. Upper-income census tracts received 6% of small business and 1% of small farm loans for their 10% share of small businesses and 5% of small farms.

Omega also originated one small business loan secured by real estate for \$40 thousand in this assessment area during the evaluation period. This loan was located in a middle-income tract.

Geographic Distribution in Relation to Market Performance

Omega's small business and small farm lending was compared to all lenders operating in the Non-MSA assessment area in 2006. Moderate-income census tracts contain 13% of small businesses and 1% of small farms, while 12% of all small business and 1% of all small farm loans made in the assessment area were made in moderate-income census tracts. Omega did not perform as well as the market in these tracts; only 5% of the bank's small business were in the moderate-income census tracts, and none of Omega's small farm loans were originated in these tracts.

Distribution of Loans By Borrower Income Level and Revenue Size of Business

HMDA and small business lending data was analyzed in conjunction with a review of the demographic and economic characteristics of the assessment area to determine the extent of lending to borrowers of different income levels and to businesses of different sizes.

Lending to Borrowers of Different Income Levels

The analysis of Omega's distribution of home mortgage loans to low- and moderate-income borrowers revealed that 10% of the bank's HMDA loans were made to low-income borrowers, while 18% of families are designated as low-income. Twenty-three percent of the bank's HMDA loans were to moderate-income borrowers, while 20% of families are designated as moderate-income. The bank's overall distribution of loans reflects excellent penetration among retail customers of different income levels, especially in light of the inherent difficulties in lending to low- and moderate-income borrowers. In particular, about 28% of the assessment area's renters expend more than 30% of gross income for housing, making it difficult for them to accumulate the funds required to purchase a home.

This problem is compounded by the relatively high real estate prices in the region. The PAR reported the average home price in the second quarter of 2006 in the north central region, which includes Northumberland, Snyder, and Union counties, is \$124,900. Prices in the area have remained fairly stable over the recent past; however, they are still not affordable for low- and moderate-income families.

When compared to the rest of the north central region, home prices in Union County are much higher. This situation has likely resulted because the county is a mecca for vacation and second homes. According to the Central Susquehanna Valley Board of Realtors, the average price of a single family home in Union County in October 2006 was \$145,717, compared to Snyder County at \$123,404, and Northumberland County, which is divided into three sections, Upper, West and East, at \$113,373, \$97,414, and \$67,565, respectively.

The average home price during the second quarter of 2006 in the south-central region, which includes Bedford, Blair, Huntingdon, Mifflin, and Juniata counties, is even higher at \$204,400. Although median family income in these counties are higher than those in the northern part of the assessment area, many low- and moderate-income families will still find it very difficult, if not impossible, to afford a home.

Omega participates in the lending programs offered by the PHFA, targeting low-and moderate-income borrowers and those purchasing housing in targeted areas, including all of Omega's assessment areas. The bank offers loans through the Keystone, Keystone Plus, and PHFARHS programs which provide financing at below market rates.

During the examination period, a total of 116 loans aggregating over \$9.4 million were originated under the Keystone Program, 11 loans aggregating over \$1 million under the Keystone Plus program, and 88 loans aggregating \$6.6 million under the PHFA/RHS program. In the Non MSA assessment area, Omega originated 77 Keystone loans aggregating over \$6.1 million, two Keystone Plus loans aggregating \$188 thousand, and 79 PHFA/RHS loans aggregating almost \$5.9 million.

Borrower Distribution in Relation to Market Performance

Omega's home mortgage lending was compared to all lenders operating in the Non-MSA assessment area. The analysis shows that while 18% of all families in the assessment area are considered low-income, only 9% of all home mortgage loans in the assessment area were made to low-income borrowers. By comparison, Omega originated 10% of its home mortgage loans to low-income borrowers. In addition, while 20% of families are considered moderate-income, 21% of all home mortgage loans made in the assessment area were made to moderate-income borrowers. By comparison, Omega originated 23% of its home mortgage loans to moderate-income borrowers. Overall, Omega performed better than the market with respect to both low-and moderate-income borrowers.

Lending to Businesses of Different Sizes

Small business and small farm lending data were reviewed to determine the extent of lending to businesses of different sizes, especially small businesses.

A small business is defined as a business with gross annual revenues of \$1 million or less. The bank's distribution of loans reflects excellent penetration among business customers of different sizes.

According to business data provided by Dun & Bradstreet, approximately 88% of businesses and 97% of farms in the Non-MSA assessment area reported revenues of less than \$1 million.

During the evaluation period, the bank originated 386 small business and 206 small farm loans aggregating \$51 million. Of these loans, Omega originated 275 (71%) and 204 (99%) to businesses and farms with gross annual revenues of \$1 million or less, respectively. By comparison, a review of all lenders in the market shows that 41% of all small business and 85% of all small farm loans were to businesses and farms with gross annual revenues of \$1 million or less. Omega's performance in loans to small businesses and farms with gross annual revenues of \$1 million or less exceeded that of both aggregate small business and small farm lenders.

Furthermore, of the 592 small business and small farm loans originated by the bank, 281 small business loans and 183 small farm loans (78%), were extended in an amount of \$100 thousand or less. Since smaller size loans are generally commensurate with the borrowing needs of smaller businesses, Omega's lending activity demonstrates that it is meeting the credit needs of such businesses.

Community Development Lending

Omega made a relatively high level of community development loans in the Non-MSA assessment area. During the evaluation period, it originated five community development loans totaling \$2.74 million to finance various community development initiatives.

- Omega originated three loans for a total of \$440 thousand to revitalize and stabilize distressed middle-income census tracts in Huntingdon County, PA.
- One loan for \$100 thousand was made to an organization whose mission is to construct and rehabilitate affordable housing in Huntingdon County.
- Omega partnered with a well-known builder of affordable housing in central Pennsylvania, lending \$2.2 million to fund the construction of 24 low- and moderate-income rental units in Northumberland County.

INVESTMENT TEST

The investment test evaluates a financial institution's level of qualified investments that serve low- or moderate-income census tracts or individuals, together with the innovativeness and complexity of such investments.

Qualified investments made before the bank's last CRA performance evaluation, which are still outstanding, are considered under the test. For purposes of CRA, the term "qualified investment" includes a lawful investment, deposit, membership share, or grant that has as its primary purpose community development.

Omega's performance under the investment test in the Non-MSA assessment area is rated low satisfactory.

Volume of Investment and Grant Activity

Omega has an adequate level of qualified community development investments and grants in the assessment area. During the previous evaluation period, Omega purchased a \$337,850 share in a Fannie Mae pool comprising mortgages to low- and moderate-income individuals and families. This investment's book value is now \$101,573. One of the four loans in this pool was located in the Non-MSA assessment area.

The bank also holds a total of \$3.6 million PHFA bonds, which support affordable housing throughout the Commonwealth of Pennsylvania. Almost \$2.7 million of these bonds were purchased during the evaluation period, with \$844 thousand outstanding from the prior period.

Responsiveness to Credit and Community Development Needs

Omega exhibits poor responsiveness to credit and community development needs through investments in community development initiatives. Most of the qualified investments are broad in their scope and are not tailored to the needs of particular geographic areas and organizations.

SERVICE TEST

The service test evaluates the financial services provided by a financial institution using the following characteristics:

- the accessibility of delivery mechanisms within an assessment area, including the distribution of an institution's branch offices, and alternative delivery mechanisms;
- the impact of changes in branch locations upon low- and moderate-income census tracts and/or low- and moderate-income persons in the assessment area;
- the reasonableness of business hours and services in meeting assessment area needs; and,
- the extent to which an institution provides community development services.

Performance under the service test is rated outstanding in the Non-MSA assessment area.

Accessibility of Delivery Systems

Omega's delivery systems are readily accessible to all portions of its assessment area. The bank currently operates 26 branches in the Non-MSA assessment area; five in both Mifflin County and Huntingdon County, four in Northumberland County, three each in Clinton, Snyder and Union Counties, two in Juniata County, and one in Bedford County.

Branches located in moderate-income census tracts include: one in Lock Haven, Clinton County, one in Mount Union, Huntingdon County, one in Lewistown, Mifflin County, and one each in Shamokin and Sunbury, Northumberland County. The assessment area has no low-income tracts, and Juniata, Snyder and Union counties have no moderate-income tracts.

Omega also offers banking services one day per week at a continuing care facility in a middle-income census tract in Huntingdon, Huntingdon County. The following table details the locations of the bank's branches in the non-MSA assessment area.

Geography	Number of Branches	Percent	Number of ATMs	Percent
Low-income	NA	0	NA	0
Moderate-Income	5	19	2	15
Middle-income	19 (including limited service)	73	10	77
Upper-income	2	8	1	8
TOTALS	26	100%	13	100%

Alternative Retail Banking Services and Alternative Methods of Delivering Retail Banking Services

To supplement traditional banking services, Omega provides both internet and telephone banking to its customers. The web address for its banking site is www.Omegafinancial.com. Both services allow customers to verify account balances, transfer funds between accounts, and make loan payments. Internet bill payment is also available through the website, and businesses have the ability to remotely deposit checks to their accounts.

Changes in Branch Locations

The bank closed one branch in a middle-income census tract in Huntingdon County in 2006. This branch was in a remote rural recreational area of Huntingdon County and the area is served by two branches less than fifteen miles away, and did not significantly affect the accessibility of the bank's delivery systems.

Reasonableness of Business Hours and Services in Meeting Assessment Area Needs

Services, including business hours, do not vary among branch offices in a way that inconveniences certain portions of the assessment area, particularly low- and moderate-income census tracts or individuals.

Community Development Services

Omega is a leader in providing community development services in the Non-MSA assessment area.

- Omega's CFO serves on the Board and Finance Committee of the Mifflin County Industrial Development Authority, whose mission is to promote the growth of employment and income in Mifflin County.

- Another officer serves as Chairman of the Loan and Grant Committee of the Huntingdon County Chamber of Commerce, which provides loans for small and start-up businesses in Huntingdon County.
- A bank employee serves on the Board and the Neighborhood Economics Committee of Downtown Lewistown, Inc, an organization that promotes the revitalization of downtown Lewistown, which is located in a moderate-income census tract.
- A lender serves on the Huntingdon County Enterprise Zone Revolving Loan Committee, reviewing and approving loans for businesses located within the designated Keystone Enterprise Zones (KOZ) in Huntingdon County, a program administered through Huntingdon County Business and Industry to attract and retain businesses in Huntingdon County.
- Another lender serves on the Huntingdon County Housing Advisory Board, speaking at seminars for first-time and low-income homebuyers referred by the Pennsylvania Housing Finance Authority as eligible for their loan programs.

Banking Products

Omega offers banking products that provide greater access to banking services for low- and moderate-income customers and small businesses.

- The bank's Free Checking account has no minimum balance and charges no monthly fees for unlimited transactions. A free debit card is offered with this account, as well as telephone and online banking.
- New Opportunity Checking is a basic checking account that helps individuals who may have had problems with accounts in the past establish and maintain a new banking relationship. This account has no minimum balance requirement, unlimited check writing, and free Internet banking. The service fee for this account is \$9.95 per month, with a \$3.00 reduction if the customer has a regular direct deposit to the account. The account provides greater access to banking services for low- and moderate-income individuals.
- Omega offers two checking accounts to the small business community. The Community Checking account offers 50 transactions for a monthly maintenance fee of \$8.00, although this fee is waived if a minimum balance of \$1000 is maintained. The Small Business Checking account, for businesses with additional transaction volume, charges \$10.00 for a transaction limit of 400; the fee for this account is waived if a \$3000 minimum balance is maintained. In addition, on-line banking is free to these customers, while account management services are available for a fee.

LIMITED REVIEW ASSESSMENT AREA CONCLUSIONS

A limited review of the bank's CRA performance in the Williamsport MSA, Scranton-Wilkes-Barre MSA, and Harrisburg-Carlisle MSA assessment areas were also conducted.

The bank's performance in these assessment areas was consistent with its performance in the State College, Altoona, and Non-MSA assessment areas. For purposes of assessing performance, greater weight was given to the bank's performance in the State College, Altoona, and Non-MSA assessment areas.

The facts and data reviewed, including performance and demographic information, are in the tables accompanying this report. Conclusions regarding performance, which did not impact the overall institution rating, are as follows:

ASSESSMENT AREA	LENDING TEST	INVESTMENT TEST	SERVICE TEST
Williamsport MSA	Consistent	Consistent	Consistent
Scranton-Wilkes-Barre MSA	Consistent	Consistent	Consistent
Harrisburg-Carlisle MSA	Consistent	Consistent	Consistent

WILLIAMSPORT METROPOLITAN STATISTICAL AREA

The Williamsport, PA assessment area consists of the Williamsport MSA, which comprises Lycoming County in its entirety, and is located in north central Pennsylvania. The Williamsport assessment area contains 27 census tracts, six of which are designated as moderate-income, 19 as middle-income, and two as upper-income. All six of the moderate-income census tracts are located in the city of Williamsport, and eighteen percent of the assessment area population resides within these moderate-income tracts. The assessment area has no low-income census tracts.

Omega's performance in the MSA was evaluated in terms of the demographic and business context in which it operates. Omega operates five branches in the Williamsport assessment area, two in moderate-income census tracts in Williamsport, one in a middle-income tract in Williamsport, and two in middle-income tracts in Hughesville and Montoursville, PA. According to the FDIC's Summary of Deposits, as of June 30, 2006,¹¹ 12 depository institutions operate in the Williamsport MSA, maintaining a total of 55 branches holding \$1.5 billion in deposits. Omega has five branches in the assessment area, but ranks only eighth with \$82 million in deposits, comprising 6% of the bank's deposits and 5.5% of the area market share.

The area has a fairly competitive financial marketplace, in which several super-regional banks compete with numerous community banks, savings banks and mortgage companies. Top employers in the MSA include Susquehanna Regional Healthcare Alliance, Pennsylvania government, the Pennsylvania College of Technology, and the Williamsport Area School District. Omega's primary banking competitors include Jersey Shore State Bank, Sovereign Bank, and Susquehanna Bank PA.

¹¹ June 30, 2006 is the most recent date for which FDIC deposit data is available.

In the Williamsport assessment area, Omega reported 135 HMDA loans, as well as 51 small business and 36 small farm loans during the evaluation period. Overall, Omega originated 5% of its reportable loans in the Williamsport assessment area, ranking 14th with 96 loans out of a total of 5,571 in the MSA in 2006. Omega ranked 16th in the in small business and small farm loans reported in 2006, with 33 loans and a market share of less than 1%.

SCRANTON-WILKES BARRE METROPOLITAN STATISTICAL AREA

Situated in northeastern Pennsylvania, the Luzerne County assessment area is one of the counties comprising the Scranton-Wilkes Barre MSA. The assessment area has 85 census tracts, 11 designated as moderate-income tracts, 64 as middle-income tracts, and ten as upper-income tracts. There are no low-income census tracts in the assessment area. Twelve percent of the assessment area population resides in the moderate-income census tracts, which are located in Wilkes Barre, Pittston, Nanticoke, Edwardsville, and Plymouth.

Omega's performance in the MSA was evaluated in terms of the demographic and business context in which it operates. Omega operates five branches in the Luzerne County assessment area, four in middle-income census tracts in Wilkes Barre, Pikes Creek and Nanticoke, and one in an upper-income tract in Mountain Top, PA. According to the FDIC's Summary of Deposits, as of June 30, 2006,¹² 20 depository institutions operate in the Luzerne County, maintaining a total of 132 branches holding \$5.3 billion in deposits. Omega has five branches in the assessment area, but ranks only 12th with \$96 million in deposits, comprising 6% of the bank's deposits and 1.8% of the area market share.

Several super-regional banks, community banks, and savings banks make this area competitive for financial institutions. Major employers in the MSA include the Federal and State governments, Wyoming Valley Health Care System Hospital, and Luzerne County government. Omega's primary banking competitors in the area include PNC Bank NA, Wachovia, Citizens Bank of PA, and M&T Trust Co.

In the Luzerne County assessment area, Omega reported 91 HMDA loans, as well as 26 small business loans. Overall, Omega originated 3% of its reportable loans in the Luzerne County assessment area, ranking 54th with 59 loans out of a total of 11,977 in the assessment area in 2006. Omega ranked 25th for the small business and small farm loans reported in 2006, with 14 loans and a market share of less than 1%.

HARRISBURG-CARLISLE METROPOLITAN STATISTICAL AREA

Situated in south central Pennsylvania, the Harrisburg assessment area consists of portions of Dauphin and Cumberland Counties in the Harrisburg-Carlisle MSA. The assessment area has 26 census tracts, two of which are designated as low-income tracts, seven as moderate-income tracts, 16 as middle-income tracts, and one as an upper-income tract. Thirty-three percent of the assessment area population resides in the low- and moderate-income census tracts, which are located in Harrisburg, Steelton, Highspire, and New Cumberland.

¹² June 30, 2006 is the most recent date for which FDIC deposit data is available.

Omega's performance in the MSA was evaluated in terms of the demographic and business context in which it operates. Omega does not operate any branches in the Harrisburg assessment area; these branches were closed or sold in 2006.

The area has a very competitive financial environment, with 31 institutions competing for deposit dollars in the MSA. The top three employers in the assessment area include the US government, healthcare giant Pennsylvania Blue Shield, Giant Food Stores, and Commonwealth of Pennsylvania government. Banks with a large presence in the area include M&T Trust Co, PNC Bank NA, and Commerce Bank Harrisburg.

In the Harrisburg assessment area, Omega reported 31 HMDA loans, and five small business loans. Overall, Omega originated less than one percent of its reportable loans in then Harrisburg assessment area, ranking 93rd with 16 loans out of a total of 8,183 in the assessment area in 2006. Omega ranked 29th in small business lending, with 4 loans out of a total of 4,117 loans reported in 2006.

CRA APPENDICES

CRA APPENDIX A: GLOSSARY

Aggregate lending: The number of loans originated and purchased by all reporting lenders in specified income categories as a percentage of the aggregate number of loans originated and purchased by all reporting lenders in the metropolitan area/assessment area.

Block numbering area (“BNA”): A statistical subdivision of a county for grouping and numbering blocks in nonmetropolitan counties where local census statistical area committees have not established census tracts. A BNA does not cross county lines.

Census tract: A small subdivision of metropolitan and other densely populated counties. Census tract boundaries do not cross county lines; however, they may cross the boundaries of metropolitan statistical areas. Census tracts usually have between 2,500 and 8,000 persons, and their physical size varies widely depending upon population density. Census tracts are designed to be homogeneous with respect to population characteristics, economic status, and living conditions to allow for statistical comparisons.

Community development: Affordable housing (including multifamily rental housing) for low- or moderate-income individuals; community services targeted to low- or moderate-income individuals; activities that promote economic development by financing businesses or farms that meet the size eligibility standards of the Small Business Administration’s Development Company or Small Business Investment Company programs (13 CFR 121.301) or have gross annual revenues of \$1 million or less; or, activities that revitalize or stabilize low- or moderate-income census tracts.

Consumer loan(s): A loan(s) to one or more individuals for household, family, or other personal expenditures. A consumer loan does not include a home mortgage, small business, or small farm loan. This definition includes the following categories: motor vehicle loans, credit card loans, home equity loans, other secured consumer loans, and other unsecured consumer loans.

Family: Includes a householder and one or more other persons living in the same household who are related to the householder by birth, marriage, or adoption. The number of family households always equals the number of families; however, a family household may also include non-relatives living with the family. Families are classified by type as either a married-couple family or other family, which is further classified into “male householder” (a family with a male householder and no wife present) or “female householder” (a family with a female householder and no husband present).

Full review: Performance under the lending, investment and service tests is analyzed considering performance context, quantitative factors (for example, geographic distribution, borrower distribution, and total number and dollar amount of investments), and qualitative factors (for example, innovativeness, complexity and responsiveness).

Geography: A census tract or a block numbering area delineated by the U.S. Bureau of the Census in the most recent decennial census.

Home Mortgage Disclosure Act (“HMDA”): The statute that requires certain mortgage lenders that do business or have banking offices in a metropolitan statistical area to file annual summary reports of their mortgage lending activity. The reports include data such as race, gender and income of applications, amount of loan requested, and disposition of the application (for example, approved, denied, and withdrawn).

Home mortgage loans: Includes home purchase and home improvement loans as defined in the HMDA regulation. This definition also includes multifamily (five or more families) dwelling loans, loans for the purchase of manufactured homes and refinancing of home improvement and home purchase loans.

Household: Includes all persons occupying a housing unit. Persons not living in households are classified as living in group quarters. In 100 percent tabulations, the count of households always equals the count of occupied housing units.

Limited review: Performance under the lending, investment and service tests is analyzed using only quantitative factors (for example, geographic distribution, borrower distribution, total number and dollar amount of investments, and branch distribution).

Low-income: Individual income that is less than 50 percent of the area median income, or a median family income that is less than 50 percent, in the case of a geography.

Market share: The number of loans originated and purchased by the institution as a percentage of the aggregate number of loans originated and purchased by all reporting lenders in the metropolitan area/assessment area.

Metropolitan area (“MA”): Any primary metropolitan statistical area (“PMSA”), metropolitan statistical area (“MSA”) or consolidated metropolitan statistical area (“CMSA”) as defined by the Office of Management and Budget, with a population of 250 thousand or more, and any other area designated as such by the appropriate federal financial supervisory agency.

Middle-income: Individual income that is at least 80 percent and less than 120 percent of the area median income, or a median family income that is at least 80 percent and less than 120 percent, in the case of a geography.

Moderate-income: Individual income that is at least 50 percent and less than 80 percent of the area median income, or a median family income that is at least 50 percent and less than 80 percent, in the case of a geography.

Multifamily: Refers to a residential structure that contains five or more units.

Other products: Includes any unreported optional category of loans for which the institution collects and maintains data for consideration during a CRA examination. Examples of such activity include consumer loans and other loan data an institution may provide concerning its lending performance.

Owner-occupied units: Includes units occupied by the owner or co-owner, even if the unit has not been fully paid for or is mortgaged.

Qualified investment: A qualified investment is defined as any lawful investment, deposit, membership share or grant that has as its primary purpose community development.

Rated area: A rated area is a state or multi-state metropolitan area. For an institution with domestic branches in only one state, the institution's CRA rating would be the state rating. If an institution maintains domestic branches in more than one state, the institution will receive a rating for each state in which those branches are located. If an institution maintains domestic branches in two or more states within a multi-state metropolitan area, the institution will receive a rating for the multi-state metropolitan area.

Small loan(s) to business(es): A loan included in "loans to small businesses" as defined in the Consolidated Report of Condition and Income ("Call Report") and the Thrift Financial Reporting ("TFR") instructions. These loans have original amounts of \$1 million or less and typically are either secured by non-farm or nonresidential real estate or are classified as commercial and industrial loans. However, thrift institutions may also exercise the option to report loans secured by non-farm residential real estate as "small business loans" if the loans are reported on the TFR as non-mortgage, commercial loans.

Small loan(s) to farm(s): A loan included in "loans to small farms" as defined in the instructions for preparation of the Call Report. These loans have original amounts of \$500 thousand or less and are either secured by farmland, or are classified as loans to finance agricultural production and other loans to farmers.

Upper-income: Individual income that is more than 120 percent of the area median income, or a median family income that is more than 120 percent, in the case of a geography.

CRA APPENDIX B: LOAN DISTRIBUTION TABLES

LOAN DISTRIBUTION TABLE – STATE COLLEGE, PA 2005 AND 2006

Income Categories	HMDA							
	By Tract Income				By Borrower Income			
	#	%	\$(000s)	%	#	%	\$(000s)	%
	Home Purchase							
Low	0	0.0%	0	0.0%	7	7.7%	382	3.1%
Moderate	25	27.5%	2,444	19.9%	27	29.7%	2,547	20.8%
Middle	43	47.3%	5,114	41.7%	16	17.6%	1,892	15.4%
Upper	23	25.3%	4,699	38.3%	35	38.5%	7,041	57.4%
Unknown	0	0.0%	0	0.0%	6	6.6%	395	3.2%
Total	91	100.0%	12,257	100.0%	91	100.0%	12,257	100.0%
	Refinance							
Low	1	0.4%	25	0.1%	33	13.6%	1,655	9.1%
Moderate	58	23.9%	4,340	23.8%	65	26.7%	3,554	19.5%
Middle	130	53.5%	8,992	49.4%	73	30.0%	5,150	28.3%
Upper	54	22.2%	4,852	26.6%	66	27.2%	7,506	41.2%
Unknown	0	0.0%	0	0.0%	6	2.5%	344	1.9%
Total	243	100.0%	18,209	100.0%	243	100.0%	18,209	100.0%
	Home Improvement							
Low	1	0.6%	70	1.0%	33	18.3%	988	13.9%
Moderate	37	20.6%	1,484	20.8%	39	21.7%	1,252	17.6%
Middle	99	55.0%	3,617	50.7%	42	23.3%	1,658	23.3%
Upper	43	23.9%	1,960	27.5%	59	32.8%	3,075	43.1%
Unknown	0	0.0%	0	0.0%	7	3.9%	158	2.2%
Total	180	100.0%	7,131	100.0%	180	100.0%	7,131	100.0%
	Multi-Family							
Low	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Moderate	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Middle	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Upper	1	100.0%	350	100.0%	0	0.0%	0	0.0%
Unknown	0	0.0%	0	0.0%	1	100.0%	350	100.0%
Total	1	100.0%	350	100.0%	1	100.0%	350	100.0%
	HMDA Totals							
Low	2	0.4%	95	0.3%	73	14.2%	3,025	8.0%
Moderate	120	23.3%	8,268	21.8%	131	25.4%	7,353	19.4%
Middle	272	52.8%	17,723	46.7%	131	25.4%	8,700	22.9%
Upper	121	23.5%	11,861	31.3%	160	31.1%	17,622	46.4%
Unknown	0	0.0%	0	0.0%	20	3.9%	1,247	3.3%
Total	515	100.0%	37,947	100.0%	515	100.0%	37,947	100.0%

LOAN DISTRIBUTION TABLE – STATE COLLEGE, PA 2005 AND 2006

	SMALL BUSINESS				SMALL FARM			
	#	%	\$(000s)	%	#	%	\$(000s)	%
By Tract Income								
Low	22	7.7%	2,451	5.6%	0	0.0%	0	0.0%
Moderate	38	13.3%	6,160	14.1%	23	46.0%	932	48.3%
Middle	139	48.6%	20,037	46.0%	19	38.0%	868	45.0%
Upper	87	30.4%	14,898	34.2%	8	16.0%	128	6.6%
Unknown	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	286	100.0%	43,546	100.0%	50	100.0%	1,928	100.0%
By Revenue								
Total \$1 Million or Less	208	72.7%	24,182	55.5%	49	98.0%	1,880	97.5%
Over \$1 Million	78	27.3%	19,364	44.5%	1	2.0%	48	2.5%
Not Known	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	286	100.0%	43,546	100.0%	50	100.0%	1,928	100.0%
By Loan Size								
\$100,000 or less	178	62.2%	7,495	17.2%	42	84.0%	941	48.8%
\$100,001 - \$250,000	60	21.0%	10,489	24.1%	8	16.0%	987	51.2%
\$250,001 - \$1 Million (Bus)-\$500k (Farm)	48	16.8%	25,562	58.7%	0	0.0%	0	0.0%
Over \$1 Million (Bus)-\$500k (Farm)	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	286	100.0%	43,546	100.0%	50	100.0%	1,928	100.0%
By Loan Size and Revenue \$1 Million or Less								
\$100,000 or less	147	70.7%	6,105	25.2%	41	83.7%	893	47.5%
\$100,001 - \$250,000	39	18.8%	6,678	27.6%	8	16.3%	987	52.5%
\$250,001 - \$1 Million (Bus)-\$500k (Farm)	22	10.6%	11,399	47.1%	0	0.0%	0	0.0%
Over \$1 Million (Bus)-\$500k (Farm)	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	208	100.0%	24,182	100.0%	49	100.0%	1,880	100.0%

LOAN DISTRIBUTION TABLE – ALTOONA, PA 2005 AND 2006

Income Categories	HMDA							
	By Tract Income				By Borrower Income			
	#	%	\$(000s)	%	#	%	\$(000s)	%
	Home Purchase							
Low	0	0.0%	0	0.0%	2	2.1%	124	1.6%
Moderate	10	10.6%	661	8.5%	22	23.4%	1,318	16.9%
Middle	74	78.7%	6,216	79.8%	25	26.6%	1,914	24.6%
Upper	10	10.6%	908	11.7%	45	47.9%	4,429	56.9%
Unknown	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	94	100.0%	7,785	100.0%	94	100.0%	7,785	100.0%
	Refinance							
Low	0	0.0%	0	0.0%	22	11.6%	738	6.6%
Moderate	13	6.8%	528	4.7%	35	18.4%	1,609	14.4%
Middle	165	86.8%	9,887	88.7%	60	31.6%	2,913	26.1%
Upper	12	6.3%	734	6.6%	68	35.8%	5,749	51.6%
Unknown	0	0.0%	0	0.0%	5	2.6%	140	1.3%
Total	190	100.0%	11,149	100.0%	190	100.0%	11,149	100.0%
	Home Improvement							
Low	0	0.0%	0	0.0%	24	12.9%	540	7.5%
Moderate	16	8.6%	512	7.1%	27	14.5%	756	10.5%
Middle	158	84.9%	6,269	86.8%	58	31.2%	2,043	28.3%
Upper	12	6.5%	440	6.1%	74	39.8%	3,762	52.1%
Unknown	0	0.0%	0	0.0%	3	1.6%	120	1.7%
Total	186	100.0%	7,221	100.0%	186	100.0%	7,221	100.0%
	Multi-Family							
Low	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Moderate	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Middle	1	100.0%	20	100.0%	0	0.0%	0	0.0%
Upper	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Unknown	0	0.0%	0	0.0%	1	100.0%	20	100.0%
Total	1	100.0%	20	100.0%	1	100.0%	20	100.0%
	HMDA Totals							
Low	0	0.0%	0	0.0%	48	10.2%	1,402	5.4%
Moderate	39	8.3%	1,701	6.5%	84	17.8%	3,683	14.1%
Middle	398	84.5%	22,392	85.5%	143	30.4%	6,870	26.2%
Upper	34	7.2%	2,082	8.0%	187	39.7%	13,940	53.3%
Unknown	0	0.0%	0	0.0%	9	1.9%	280	1.1%
Total	471	100.0%	26,175	100.0%	471	100.0%	26,175	100.0%

LOAN DISTRIBUTION TABLE – PENNSYLVANIA NON-MSA COUNTIES, 2005 AND 2006

Income Categories	HMDA							
	By Tract Income				By Borrower Income			
	#	%	\$(000s)	%	#	%	\$(000s)	%
	Home Purchase							
Low	0	0.0%	0	0.0%	32	7.8%	1,613	4.0%
Moderate	29	7.1%	1,779	4.4%	107	26.2%	7,723	19.0%
Middle	364	89.0%	35,922	88.6%	120	29.3%	10,208	25.2%
Upper	16	3.9%	2,843	7.0%	149	36.4%	20,915	51.6%
Unknown	0	0.0%	0	0.0%	1	0.2%	85	0.2%
Total	409	100.0%	40,544	100.0%	409	100.0%	40,544	100.0%
	Refinance							
Low	0	0.0%	0	0.0%	68	10.7%	2,260	6.2%
Moderate	44	6.9%	1,921	5.3%	139	21.9%	7,027	19.2%
Middle	567	89.4%	32,850	89.8%	169	26.7%	8,645	23.6%
Upper	23	3.6%	1,801	4.9%	235	37.1%	17,447	47.7%
Unknown	0	0.0%	0	0.0%	23	3.6%	1,193	3.3%
Total	634	100.0%	36,572	100.0%	634	100.0%	36,572	100.0%
	Home Improvement							
Low	0	0.0%	0	0.0%	53	11.8%	1,563	9.5%
Moderate	28	6.2%	674	4.1%	92	20.4%	2,959	18.0%
Middle	410	90.9%	14,767	89.8%	116	25.7%	3,425	20.8%
Upper	13	2.9%	999	6.1%	179	39.7%	8,236	50.1%
Unknown	0	0.0%	0	0.0%	11	2.4%	257	1.6%
Total	451	100.0%	16,440	100.0%	451	100.0%	16,440	100.0%
	Multi-Family							
Low	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Moderate	1	12.5%	150	9.8%	0	0.0%	0	0.0%
Middle	7	87.5%	1,382	90.2%	0	0.0%	0	0.0%
Upper	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Unknown	0	0.0%	0	0.0%	8	100.0%	1,532	100.0%
Total	8	100.0%	1,532	100.0%	8	100.0%	1,532	100.0%
	HMDA Totals							
Low	0	0.0%	0	0.0%	153	10.2%	5,436	5.7%
Moderate	102	6.8%	4,524	4.8%	338	22.5%	17,709	18.6%
Middle	1,348	89.7%	84,921	89.3%	405	27.0%	22,278	23.4%
Upper	52	3.5%	5,643	5.9%	563	37.5%	46,598	49.0%
Unknown	0	0.0%	0	0.0%	43	2.9%	3,067	3.2%
Total	1,502	100.0%	95,088	100.0%	1,502	100.0%	95,088	100.0%

LOAN DISTRIBUTION TABLE – WILLIAMSPORT PA MSA 2005 AND 2006

Income Categories	HMDA							
	By Tract Income				By Borrower Income			
	#	%	\$(000s)	%	#	%	\$(000s)	%
	Home Purchase							
Low	0	0.0%	0	0.0%	2	6.9%	137	4.0%
Moderate	3	10.3%	217	6.3%	3	10.3%	320	9.3%
Middle	25	86.2%	3,138	91.3%	9	31.0%	1,035	30.1%
Upper	1	3.4%	82	2.4%	13	44.8%	1,582	46.0%
Unknown	0	0.0%	0	0.0%	2	6.9%	363	10.6%
Total	29	100.0%	3,437	100.0%	29	100.0%	3,437	100.0%
	Refinance							
Low	0	0.0%	0	0.0%	2	3.9%	48	1.3%
Moderate	4	7.8%	171	4.6%	9	17.6%	380	10.2%
Middle	44	86.3%	3,361	90.3%	16	31.4%	1,228	33.0%
Upper	3	5.9%	189	5.1%	19	37.3%	1,785	48.0%
Unknown	0	0.0%	0	0.0%	5	9.8%	280	7.5%
Total	51	100.0%	3,721	100.0%	51	100.0%	3,721	100.0%
	Home Improvement							
Low	0	0.0%	0	0.0%	5	9.3%	167	8.6%
Moderate	4	7.4%	215	11.0%	8	14.8%	203	10.4%
Middle	47	87.0%	1,677	86.0%	19	35.2%	634	32.5%
Upper	3	5.6%	57	2.9%	21	38.9%	925	47.5%
Unknown	0	0.0%	0	0.0%	1	1.9%	20	1.0%
Total	54	100.0%	1,949	100.0%	54	100.0%	1,949	100.0%
	Multi-Family							
Low	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Moderate	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Middle	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Upper	1	100.0%	640	100.0%	0	0.0%	0	0.0%
Unknown	0	0.0%	0	0.0%	1	100.0%	640	100.0%
Total	1	100.0%	640	100.0%	1	100.0%	640	100.0%
	HMDA Totals							
Low	0	0.0%	0	0.0%	9	6.7%	352	3.6%
Moderate	11	8.1%	603	6.2%	20	14.8%	903	9.3%
Middle	116	85.9%	8,176	83.9%	44	32.6%	2,897	29.7%
Upper	8	5.9%	968	9.9%	53	39.3%	4,292	44.0%
Unknown	0	0.0%	0	0.0%	9	6.7%	1,303	13.4%
Total	135	100.0%	9,747	100.0%	135	100.0%	9,747	100.0%

LOAN DISTRIBUTION TABLE – WILLIAMSPORT, PA MSA, 2005 AND 2006

	SMALL BUSINESS				SMALL FARM			
	#	%	\$(000s)	%	#	%	\$(000s)	%
By Tract Income								
Low	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Moderate	14	27.5%	2,819	32.4%	0	0.0%	0	0.0%
Middle	36	70.6%	5,354	61.4%	36	100.0%	1,865	100.0%
Upper	1	2.0%	541	6.2%	0	0.0%	0	0.0%
Unknown	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	51	100.0%	8,714	100.0%	36	100.0%	1,865	100.0%
By Revenue								
Total \$1 Million or Less	26	51.0%	3,326	38.2%	36	100.0%	1,865	100.0%
Over \$1 Million	25	49.0%	5,388	61.8%	0	0.0%	0	0.0%
Not Known	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	51	100.0%	8,714	100.0%	36	100.0%	1,865	100.0%
By Loan Size								
\$100,000 or less	31	60.8%	1,230	14.1%	30	83.3%	730	39.1%
\$100,001 - \$250,000	8	15.7%	1,443	16.6%	5	13.9%	731	39.2%
\$250,001 - \$1 Million (Bus)-\$500k (Farm)	12	23.5%	6,041	69.3%	1	2.8%	404	21.7%
Over \$1 Million (Bus)-\$500k (Farm)	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	51	100.0%	8,714	100.0%	36	100.0%	1,865	100.0%
By Loan Size and Revenue \$1 Million or Less								
\$100,000 or less	20	76.9%	682	20.5%	30	83.3%	730	39.1%
\$100,001 - \$250,000	3	11.5%	622	18.7%	5	13.9%	731	39.2%
\$250,001 - \$1 Million (Bus)-\$500k (Farm)	3	11.5%	2,022	60.8%	1	2.8%	404	21.7%
Over \$1 Million (Bus)-\$500k (Farm)	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	26	100.0%	3,326	100.0%	36	100.0%	1,865	100.0%

LOAN DISTRIBUTION TABLE – SCRANTON-WILKES BARRE, PA MSA, 2005 AND 2006

Income Categories	HMDA							
	By Tract Income				By Borrower Income			
	#	%	\$(000s)	%	#	%	\$(000s)	%
	Home Purchase							
Low	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Moderate	3	37.5%	144	25.1%	2	25.0%	94	16.4%
Middle	3	37.5%	166	28.9%	5	62.5%	345	60.1%
Upper	2	25.0%	264	46.0%	1	12.5%	135	23.5%
Unknown	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	8	100.0%	574	100.0%	8	100.0%	574	100.0%
	Refinance							
Low	0	0.0%	0	0.0%	5	11.1%	356	11.8%
Moderate	4	8.9%	303	10.0%	7	15.6%	265	8.8%
Middle	33	73.3%	2,414	80.0%	11	24.4%	465	15.4%
Upper	8	17.8%	300	9.9%	21	46.7%	1,880	62.3%
Unknown	0	0.0%	0	0.0%	1	2.2%	51	1.7%
Total	45	100.0%	3,017	100.0%	45	100.0%	3,017	100.0%
	Home Improvement							
Low	0	0.0%	0	0.0%	3	7.9%	49	2.2%
Moderate	2	5.3%	15	0.7%	8	21.1%	521	23.1%
Middle	25	65.8%	1,893	83.9%	8	21.1%	230	10.2%
Upper	11	28.9%	348	15.4%	17	44.7%	836	37.1%
Unknown	0	0.0%	0	0.0%	2	5.3%	620	27.5%
Total	38	100.0%	2,256	100.0%	38	100.0%	2,256	100.0%
	Multi-Family							
Low	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Moderate	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Middle	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Upper	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Unknown	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	HMDA Totals							
Low	0	0.0%	0	0.0%	8	8.8%	405	6.9%
Moderate	9	9.9%	462	7.9%	17	18.7%	880	15.1%
Middle	61	67.0%	4,473	76.5%	24	26.4%	1,040	17.8%
Upper	21	23.1%	912	15.6%	39	42.9%	2,851	48.8%
Unknown	0	0.0%	0	0.0%	3	3.3%	671	11.5%
Total	91	100.0%	5,847	100.0%	91	100.0%	5,847	100.0%

LOAN DISTRIBUTION TABLE – SCRANTON-WILKES BARRE, MSA, 2005 AND 2006

	SMALL BUSINESS				SMALL FARM			
	#	%	\$(000s)	%	#	%	\$(000s)	%
By Tract Income								
Low	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Moderate	1	3.8%	400	8.9%	0	0.0%	0	0.0%
Middle	21	80.8%	2,693	60.2%	0	0.0%	0	0.0%
Upper	4	15.4%	1,380	30.9%	0	0.0%	0	0.0%
Unknown	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	26	100.0%	4,473	100.0%	0	0.0%	0	0.0%
By Revenue								
Total \$1 Million or Less	21	80.8%	3,476	77.7%	0	0.0%	0	0.0%
Over \$1 Million	5	19.2%	997	22.3%	0	0.0%	0	0.0%
Not Known	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	26	100.0%	4,473	100.0%	0	0.0%	0	0.0%
By Loan Size								
\$100,000 or less	15	57.7%	453	10.1%	0	0.0%	0	0.0%
\$100,001 - \$250,000	7	26.9%	1,520	34.0%	0	0.0%	0	0.0%
\$250,001 - \$1 Million (Bus)- \$500k (Farm)	4	15.4%	2,500	55.9%	0	0.0%	0	0.0%
Over \$1 Million (Bus)-\$500k (Farm)	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	26	100.0%	4,473	100.0%	0	0.0%	0	0.0%
By Loan Size and Revenue \$1 Million or Less								
\$100,000 or less	13	61.9%	413	11.9%	0	0.0%	0	0.0%
\$100,001 - \$250,000	5	23.8%	1,063	30.6%	0	0.0%	0	0.0%
\$250,001 - \$1 Million (Bus)- \$500k (Farm)	3	14.3%	2,000	57.5%	0	0.0%	0	0.0%
Over \$1 Million (Bus)-\$500k (Farm)	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	21	100.0%	3,476	100.0%	0	0.0%	0	0.0%

LOAN DISTRIBUTION TABLE – HARRISBURG-CARLISLE, PA MSA, 2005 AND 2006

Income Categories	HMDA							
	By Tract Income				By Borrower Income			
	#	%	\$(000s)	%	#	%	\$(000s)	%
	Home Purchase							
Low	0	0.0%	0	0.0%	1	100.0%	69	100.0%
Moderate	1	100.0%	69	100.0%	0	0.0%	0	0.0%
Middle	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Upper	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Unknown	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	1	100.0%	69	100.0%	1	100.0%	69	100.0%
	Refinance							
Low	0	0.0%	0	0.0%	3	12.5%	62	4.5%
Moderate	13	54.2%	584	42.6%	1	4.2%	50	3.6%
Middle	11	45.8%	787	57.4%	10	41.7%	509	37.1%
Upper	0	0.0%	0	0.0%	10	41.7%	750	54.7%
Unknown	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	24	100.0%	1,371	100.0%	24	100.0%	1,371	100.0%
	Home Improvement							
Low	0	0.0%	0	0.0%	2	33.3%	52	24.3%
Moderate	4	66.7%	137	64.0%	1	16.7%	25	11.7%
Middle	2	33.3%	77	36.0%	1	16.7%	60	28.0%
Upper	0	0.0%	0	0.0%	2	33.3%	77	36.0%
Unknown	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	6	100.0%	214	100.0%	6	100.0%	214	100.0%
	Multi-Family							
Low	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Moderate	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Middle	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Upper	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Unknown	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	0	0.0%	0	0.0%	0	0.0%	0	0.0%
	HMDA Totals							
Low	0	0.0%	0	0.0%	6	19.4%	183	11.1%
Moderate	18	58.1%	790	47.8%	2	6.5%	75	4.5%
Middle	13	41.9%	864	52.2%	11	35.5%	569	34.4%
Upper	0	0.0%	0	0.0%	12	38.7%	827	50.0%
Unknown	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	31	100.0%	1,654	100.0%	31	100.0%	1,654	100.0%

LOAN DISTRIBUTION TABLE – HARRISBURG-CARLISLE, PA MSA, 2005 AND 2006

	SMALL BUSINESS				SMALL FARM			
	#	%	\$(000s)	%	#	%	\$(000s)	%
By Tract Income								
Low	2	40.0%	80	53.7%	0	0.0%	0	0.0%
Moderate	2	40.0%	64	43.0%	0	0.0%	0	0.0%
Middle	1	20.0%	5	3.4%	0	0.0%	0	0.0%
Upper	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Unknown	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	5	100.0%	149	100.0%	0	0.0%	0	0.0%
By Revenue								
Total \$1 Million or Less	5	100.0%	149	100.0%	0	0.0%	0	0.0%
Over \$1 Million	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Not Known	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	5	100.0%	149	100.0%	0	0.0%	0	0.0%
By Loan Size								
\$100,000 or less	5	100.0%	149	100.0%	0	0.0%	0	0.0%
\$100,001 - \$250,000	0	0.0%	0	0.0%	0	0.0%	0	0.0%
\$250,001 - \$1 Million (Bus)- \$500k (Farm)	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Over \$1 Million (Bus)-\$500k (Farm)	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	5	100.0%	149	100.0%	0	0.0%	0	0.0%
By Loan Size and Revenue \$1 Million or Less								
\$100,000 or less	5	100.0%	149	100.0%	0	0.0%	0	0.0%
\$100,001 - \$250,000	0	0.0%	0	0.0%	0	0.0%	0	0.0%
\$250,001 - \$1 Million (Bus)- \$500k (Farm)	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Over \$1 Million (Bus)-\$500k (Farm)	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	5	100.0%	149	100.0%	0	0.0%	0	0.0%

LOAN DISTRIBUTION TABLE – ALTOONA 2005 AND 2006

	SMALL BUSINESS				SMALL FARM				SMALL BUS. SECURED BY REAL ESTATE			
	#	%	\$(000s)	%	#	%	\$(000s)	%	#	%	\$(000s)	%
	By Tract Income											
Low	3	0.9%	187	0.5%	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Moderate	36	10.4%	3,442	10.0%	4	3.8%	402	6.6%	1	50.0%	50	71.4%
Middle	273	79.1%	27,542	80.1%	97	93.3%	5,195	85.9%	1	50.0%	20	28.6%
Upper	33	9.6%	3,208	9.3%	3	2.9%	451	7.5%	0	0.0%	0	0.0%
Unknown	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total	345	100.0%	34,379	100.0%	104	100.0%	6,048	100.0%	2	100.0%	70	100.0%
	By Revenue											
Total \$1 Million or Less	271	78.6%	19,496	56.7%	101	97.1%	5,498	90.9%	2	100.0%	70	100.0
Over \$1 Million	74	21.4%	14,883	43.3%	3	2.9%	550	9.1%	0	0.0%	0	0.0
Not Known	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0
Total	345	100.0%	34,379	100.0%	104	100.0%	6,048	100.0%	2	100.0%	70	100.0
	By Loan Size											
\$100,000 or less	261	75.7%	9,540	27.7%	89	85.6%	3,139	51.9%	2	100.0%	70	100.0
\$100,001 - \$250,000	51	14.8%	9,270	27.0%	14	13.5%	2,534	41.9%	0	0.0%	0	0.0
\$250,001 - \$1 Million (Bus)-\$500k (Farm)	33	9.6%	15,569	45.3%	1	1.0%	375	6.2%	0	0.0%	0	0.0
Over \$1 Million (Bus)-\$500k (Farm)	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0
Total	345	100.0%	34,379	100.0%	104	100.0%	6,048	100.0%	2	100.0%	70	100.0
	By Loan Size and Revenue \$1 Million or Less											
\$100,000 or less	219	80.8%	7,284	37.4%	88	87.1%	3,039	55.3%	2	100.0%	70	100.0
\$100,001 - \$250,000	39	14.4%	7,049	36.2%	12	11.9%	2,084	37.9%	0	0.0%	0	0.0
\$250,001 - \$1 Million (Bus)-\$500k (Farm)	13	4.8%	5,163	26.5%	1	1.0%	375	6.8%	0	0.0%	0	0.0
Over \$1 Million (Bus)-\$500k (Farm)	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0
Total	271	100.0%	19,496	100.0%	101	100.0%	5,498	100.0%	2	100.0%	70	100.0

LOAN DISTRIBUTION TABLE – PENNSYLVANIA NON MSA COUNTIES 2005 AND 2006

	SMALL BUSINESS				SMALL FARM				SMALL BUS. SECURED BY REAL ESTATE			
	#	%	\$(000s)	%	#	%	\$(000s)	%	#	%	\$(000s)	%
	By Tract Income											
Low	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Moderate	21	5.4	1,568	3.7	0	0.0	0	0.0	0	0.0	0	0.0
Middle	343	88.9	37,071	87.2	205	99.5	8,343	99.4	1	100.0	40	100.0
Upper	22	5.7	3,855	9.1	1	0.5	50	0.6	0	0.0	0	0.0
Unknown	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Total	386	100.0	42,494	100.0	206	100.0	8,393	100.0	1	100.0	40	100.0
	By Revenue											
Total \$1 Million or Less	275	71.2	22,405	52.7	204	99.0	8,278	98.6	1	100.0	40	100.0
Over \$1 Million	111	28.8	20,089	47.3	2	1.0	115	1.4	0	0.0	0	0.0
Not Known	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Total	386	100.0	42,494	100.0	206	100.0	8,393	100.0	1	100.0	40	100.0
	By Loan Size											
\$100,000 or less	281	72.8	12,127	28.5	183	88.8	4,704	56.0	1	100.0	40	100.0
\$100,001 - \$250,000	74	19.2	13,058	30.7	20	9.7	2,768	33.0	0	0.0	0	0.0
\$250,001 - \$1 Million (Bus)-\$500k (Farm)	31	8.0	17,309	40.7	3	1.5	921	11.0	0	0.0	0	0.0
Over \$1 Million (Bus)-\$500k (Farm)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Total	386	100.0	42,494	100.0	206	100.0	8,393	100.0	1	100.0	40	100.0
	By Loan Size and Revenue \$1 Million or Less											
\$100,000 or less	221	80.4	8,972	40.0	181	88.7	4,589	55.4	1	100.0	40	100.0
\$100,001 - \$250,000	42	15.3	7,150	31.9	20	9.8	2,768	33.4	0	0.0	0	0.0
\$250,001 - \$1 Million (Bus)-\$500k (Farm)	12	4.4	6,283	28.0	3	1.5	921	11.1	0	0.0	0	0.0
Over \$1 Million (Bus)-\$500k (Farm)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Total	275	100.0	22,405	100.0	204	100.0	8,278	100.0	1	100.0	40	100.0

CRA APPENDIX C: MAP OF ASSESSMENT AREAS

