



May 18, 2011

Dear Shareholders and Friends:

We all should have bought more stock!

Integrity Bank recorded 17.79% return on equity for the first quarter of 2011 with quarterly income in excess of \$1.1 million! The bank's total assets increased 13%, to \$548 million up from \$485 million on March 31, 2010. Loan growth has kept pace with asset growth and on April 30, 2011 Integrity Bank surpassed **one half billion dollars** (\$500,000,000) in total loans outstanding! Achieving these numbers in good economic times would be a monumental achievement. To do this in today's economy is impressive.

Our two new branches in Lancaster have performed well. Since opening we have welcomed over 1,400 new customers at these branches. The branch on Centerville Road had deposits of \$12.5 million and the branch on the Oregon Pike exceeded \$16.5 million on March 31st. We are pleased with the overwhelming acceptance of Integrity in this new market and expect to report the profitability of both branches in our next quarterly update.

As a result of the bank's performance, the Board of Directors approved our fourth 5% stock dividend to shareholders of record on May 18, 2011 which will be paid on our 8-year anniversary – June 3, 2011.

We believe our unique business model will allow us to have continued phenomenal performance. Our commitment to delivering excellent customer service while strengthening and growing our core Central Pennsylvania business will continue to build shareholder value. This approach proves how a community bank can thrive even in a difficult economic environment. We are proud of our past accomplishments and are excited about the momentum for an even better future.

What a ride!

James T. Gibson
Chairman, President and CEO

More.

Better.