

1st Constitution Bancorp
Consolidated Balance Sheets
(Dollars in thousands)
(Unaudited)

ASSETS	March 31, 2015	December 31, 2014
CASH AND DUE FROM BANKS	\$ 11,768	\$ 14,545
FEDERAL FUNDS SOLD/SHORT TERM INVESTMENTS	-	-
Total cash and cash equivalents	11,768	14,545
INVESTMENT SECURITIES		
Available for sale, at fair value	84,062	80,161
Held to maturity (fair value of \$146,878 and \$148,476 at March 31, 2015 and December 31, 2014 , respectively)	141,867	143,638
Total securities	225,929	223,799
LOANS HELD FOR SALE	8,710	8,372
LOANS	710,194	654,297
Less- Allowance for loan losses	(7,364)	(6,925)
Net loans	702,830	647,372
PREMISES AND EQUIPMENT, net	11,406	11,373
ACCRUED INTEREST RECEIVABLE	2,812	3,096
BANK-OWNED LIFE INSURANCE	21,352	21,218
OTHER REAL ESTATE OWNED	5,710	5,710
GOODWILL AND INTANGIBLE ASSETS	13,604	13,711
OTHER ASSETS	10,755	7,583
Total Assets	\$ 1,014,876	\$ 956,779
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES:		
DEPOSITS		
Non-interest bearing	\$ 159,934	\$ 162,281
Interest bearing	650,525	655,480
Total deposits	810,459	817,761
BORROWINGS	87,718	25,107
REDEEMABLE SUBORDINATED DEBENTURES	18,557	18,557
ACCRUED INTEREST PAYABLE	911	907
ACCRUED EXPENSES AND OTHER LIABILITIES	7,701	7,337
Total liabilities	925,346	869,669
SHAREHOLDERS' EQUITY :		
Preferred stock, no par value; 5,000,000 shares authorized ; none issued	-	-
Common Stock, no par value; 30,000,000 shares authorized ; 7,537,767 and 7,165,084 shares issued and 7,503,138 and 7,134,174 shares outstanding as of March 31, 2015 and December 31, 2014 , respectively	65,602	61,448
Retained earnings	23,996	25,730
Treasury Stock 34,629 shares and 30,910 shares at March 31, 2015 and December 31, 2014, respectively	(339)	(316)
Accumulated other comprehensive income	271	248
Total shareholders' equity	89,530	87,110
Total liabilities and shareholders' equity	\$ 1,014,876	\$ 956,779

1ST CONSTITUTION BANCORP
CONSOLIDATED STATEMENTS OF INCOME
(Dollars in thousands, except per share data)
(unaudited)

	Three Months Ended March 31,	
	2015	2014
INTEREST INCOME:		
Loans, including fees	\$ 8,289	\$ 6,238
Securities:		
Taxable	817	1,122
Tax-exempt	555	581
Federal funds sold and short-term investments	25	55
Total interest income	9,686	7,996
INTEREST EXPENSE:		
Deposits	932	899
Borrowings	126	116
Redeemable subordinated debentures	86	85
Total interest expense	1,144	1,100
Net interest income	8,542	6,896
PROVISION FOR LOAN LOSSES		
Net interest income after provision for loan losses	500	500
NON-INTEREST INCOME:		
Service charges on deposit accounts	239	219
Gain on sales of loans	1,047	740
Income on Bank-owned life insurance	134	129
Other income	464	549
Total other income	1,884	1,637
NON-INTEREST EXPENSES:		
Salaries and employee benefits	3,941	3,588
Occupancy expense	941	826
Data processing expenses	319	316
FDIC insurance expense	190	150
Other real estate owned expenses	97	41
Merger-related expenses	-	1,423
Other operating expenses	1,123	1,002
Total other expenses	6,611	7,346
Income before income taxes	3,315	687
INCOME TAXES	1,055	45
Net Income	\$ 2,260	\$ 642
NET INCOME PER COMMON SHARE		
Basic	\$0.30	\$0.09
Diluted	\$0.30	\$0.09
WEIGHTED AVERAGE SHARES OUTSTANDING		
Basic	7,502,071	7,145,313
Diluted	7,648,849	7,340,782