

BOARD OF DIRECTORS

William J. Smigiel
Chairman & CEO

Milan G. Hiben

Patricia A. Joseph

Theodore J. Theodore

Carl L. Witte

Liberty Bank
FOR SAVINGS
Trust & Integrity
Since 1898

www.libertybank.com

**SAFE.
SOLID.
SECURE.**



Liberty Bank
FOR SAVINGS
Trust & Integrity
Since 1898

STATEMENT OF CONDITION



2392 N. Milwaukee Ave.
Chicago, IL 60647
773.384.4000

7111 W. Foster Ave.
Chicago, IL 60656
773.792.2211

6210 N. Milwaukee Ave.
Chicago, IL 60646
773.763.4360

6666 N. Lincoln Ave.
Lincolnwood, IL 60712
847.674.1300

1018 W. Touhy Ave.
Park Ridge, IL 60068
847.825.0693



February 28, 2009



Message from the Chairman

SAFE. SOLID. SECURE.

This has been an interesting year in the financial world, to say the least.

As I consider the financial meltdown of 2008, I remain even more committed to the conservative principles that we have operated under for the past 111 years. Liberty Bank has always provided safe, responsible banking by refusing to partake in risky investments or speculative ventures. We will continue to do so, today and far into the future.

Liberty Bank is as healthy, secure and active in our communities as ever. We are actively lending, providing mortgages, and offering the products and services our customers need. And just to be perfectly clear, Liberty Bank has no need for bailout money—not a penny. We remain solvent and strong. In my opinion, that's the only way to bank.

Safe. Solid. Secure. Always.

That is our commitment to you.

Sincerely,

William J. Smigiel
Chairman & CEO



STATEMENT OF CONDITION

February 28, 2009

ASSETS

Mortgage Loans	\$546,959,656
Consumer and Equity Loans	19,585,747
Real Estate Owned (Net of Valuation Reserve)	102,990
Cash and U.S. Obligations	184,152,728
Federal Home Loan Bank Stock	5,385,700
Office Buildings, Parking Lots, etc.	10,548,053
Office Furniture and Equipment	762,645
Prepaid Expense and Other Assets	8,494,276
Total Assets	\$775,991,795

LIABILITIES

Deposit Accounts	\$595,878,228
Other Liabilities	17,633,165
Tax and Insurance Escrow	1,664,841
Total Liabilities	\$615,176,234

NET WORTH

Total Net Worth (Capital)	\$160,815,561
Total Liabilities and Net Worth	\$775,991,795