

FOR IMMEDIATE RELEASE:

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President and  
Chief Executive Officer

### RIVERSIDE BANK'S PROFIT INCREASES 25%

Riverside Bank, headquartered in Poughkeepsie, NY, announced record earnings of \$2,042,689 for the nine month period ended September 30, 2006. This is an increase of \$408,363 or +25% over the comparable nine months of 2005 when the Bank earned \$1,634,326.

For the nine month period ended September 30, 2006, return on average assets was 1.91% while return on average equity was 20.25%, both new record highs for Riverside Bank.

The bank achieved a net interest margin of 6.25% and reduced its efficiency ratio to a new record low of 48.62%.

Assets totaled \$154 million as of September 30th while deposits centered mainly in demand deposits, totaled \$139 million.

Commercial loan growth continues to be very strong. On a year over year basis, gross loans grew by \$26 million or +24% to a new record high of \$134 million as of September 30, 2006.

Credit quality remains strong with loan delinquencies at less than ¼ of one percent of total loans with minimal net loan losses of \$300,000 for the nine month period ended September 30, 2006.

David MacFarland, President and CEO of Riverside Bank said, "We had record earnings for the third quarter of 2006, despite an increase in interest rates. We maintained our net interest margin by focusing on high quality lending while retaining core deposits with our superior customer service." In June of 2006, Independent Community Bankers of America ranked Riverside Bank in the "Top 20" for posting one of the top 20 best year-end earnings performances in 2005 for ICBA member banks with \$100 million to \$250 million in assets. For details, visit the online news media center at [www.icba.org](http://www.icba.org) and click on Top 20 Best Performers.

For more information about Riverside Bank, please visit [www.riversidebankhv.com](http://www.riversidebankhv.com).