Profile
Lyons Bancorp, Inc. is a bank holding company headquartered in Lyons, New York, with assets of $449 million at September 30, 2009. Lyons Bancorp, Inc. has one banking subsidiary, The Lyons National Bank.

The Lyons National Bank is a community bank with offices in Clyde, Lyons, Macedon, Newark, Ontario and Wolcott in Wayne County, Jordan in Onondaga County, Geneva in Ontario County and Penn Yan in Yates County. Subsidiaries of The Lyons National Bank are Lyons Realty Associates Corp. and LNB Life Agency, Inc.

Stock Symbol
LYBC

Board of Directors

Robert A. Schick
President & Chief Executive Officer
Lyons Bancorp, Inc. & The Lyons National Bank

David J. Breen, Jr.
General Manager
Herrema’s Market Place

Clair J. Britt, Jr.
Executive Vice President & Senior Commercial Lending Officer
The Lyons National Bank

Andrew F. Fredericksen, CPA
Senior Partner
Fredericksen & Sirianni, LLP

Dale H. Hemminger
President & General Manager
Hemdale Farms & Greenhouses

James A. Homburger
Real Estate Broker

Thomas L. Kime
Executive Vice President & Chief Operating Officer
The Lyons National Bank

Theodore J. Marshall
President of Patriot Tank Lines
Past President & Chief Executive Officer
Marshall Companies

James E. Santelli
Retired Vice President & Co-owner, Santelli Lumber Co.

John J. Werner, Jr.
Retired President & Chief Executive Officer
Lyons Bancorp, Inc. & The Lyons National Bank

Carol A. Snook
Banking Officer & Corporate/Executive Secretary
The Lyons National Bank

Geneva Advisory Board

Peter J. D’Amico, Jr.
D’Amico Chrysler Dodge Jeep

Joseph A. Fragnoli
Super Caviars

Carl W. Fribolin
White Springs Winery

Bernard G. Lynch
Lynch Furniture

Jane M. Shaffer
Sexton Companies

Bryan G. vonHahmann
Dairy Cooperative Inc.

Earl (Red) T. Wadhamns
Wadhamns Enterprises, Inc.

Penn Yan Advisory Board

Bonnie B. Curbeau
Curbeau Realty

Michael D. Linehan
Yates County Chamber of Commerce

James H. Long
Long’s Cards and Books

Paul W. Mache, Jr.
Marble’s Automotive and Glass

Henry H. Martin
Dairy farmer

Neil J. Simmons
Simmons Vineyards

William H. Sutherland
Sutherland Corporation (retired)

Consistent
We’ve never stopped lending. LNB has consistently provided solid consumer and business loans vital for the restoration of our local economy and will continue to do so going forward.

Theodore J. Marshall continued – with this association as well as the Weedsport Village Board and Weedsport Volunteer Fire Department reinforce the importance of helping to improve the quality of life in the communities we live and serve in. We feel Ted’s participation, along with that of other local Board members like Ted, help us to stay connected with our communities and follow through with consistent banking decisions.

Front Cover – Pictured with Ted are members of the Port Bay Improvement Association. Standing left to right: David Buisch, Secretary; Joe Gallo, President; Tom Connor, Treasurer and Daniel Drechsler, Vice President.

Third Quarter Report
As of September 30, 2009

Clyde Office
4 Williams Street
Clyde, NY 14433
(315) 923-2100

Geneva Office
399 Exchange Street
Geneva, NY 14456
(315) 781-5000

Jordan Office
2 North Main Street
Jordan, NY 13080
(315) 689-9530

Lyons Office
Corner Routes 14&31
Lyons, NY 14489
(315) 946-4505

Macedon Office
399 NYS Route 31
Macedon, NY 14502
(315) 986-9681

Newark Office
750 West Miller Street
Newark, NY 14513
(315) 331-0296

Ontario Office
6256 Furnace Road
Ontario, NY 14519
(315) 524-9661

Penn Yan Office
205 Liberty Street
Penn Yan, NY 14527
(315) 536-2300

Wolcott Office
5996 New Hartford Street
Wolcott, NY 14590
(315) 594-6002

www.lyonsbank.com

C O N S I S T E N T
We’ve never stopped lending. LNB has consistently provided solid consumer and business loans vital for the restoration of our local economy and will continue to do so going forward.

Theodore J. Marshall
Ted Marshall, President of Patriot Tank Lines, is an active and local member of LNB’s Board of Directors. Ted is also a Board member of the Port Bay Improvement Association. His participation continues.

Front Cover – Pictured with Ted are members of the Port Bay Improvement Association. Standing left to right: David Buisch, Secretary; Joe Gallo, President; Tom Connor, Treasurer and Daniel Drechsler, Vice President.
As of and for the Three Months Ended September 30, 2009

<table>
<thead>
<tr>
<th>As of and for the Nine Months Ended September 30, 2009</th>
<th>2009</th>
<th>2008</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net interest income</strong></td>
<td>$10,864,829</td>
<td>$9,732,287</td>
</tr>
<tr>
<td>Percentage of average loans</td>
<td>10.61%</td>
<td>9.96%</td>
</tr>
<tr>
<td><strong>Net interest income after provision for loan losses</strong></td>
<td>$10,705,649</td>
<td>$9,732,287</td>
</tr>
<tr>
<td>Percentage of average loans</td>
<td>10.60%</td>
<td>9.96%</td>
</tr>
<tr>
<td><strong>Securities gains</strong></td>
<td>$401,967</td>
<td>$66,932</td>
</tr>
<tr>
<td><strong>Non-interest income</strong></td>
<td>$3,872,991</td>
<td>$2,994,665</td>
</tr>
<tr>
<td>Percentage of average loans</td>
<td>3.87%</td>
<td>2.99%</td>
</tr>
<tr>
<td><strong>Non-interest expense</strong></td>
<td>$3,989,456</td>
<td>$3,894,544</td>
</tr>
<tr>
<td><strong>Net income</strong></td>
<td>$2,676,536</td>
<td>$2,706,010</td>
</tr>
</tbody>
</table>

### Share and Per Share Data

- **Average common shares outstanding (dilutive)**: 850,926
- **Cash dividend declared**: $0.88 per common share
- **Book value per common share**: $3.12
- **Book value per common share (dilutive)**: $3.05
- **Last stock trade**: $35.00

### Average Balances

- **Total loans**: $253,281,260
- **Total deposits**: $377,554,779

### Key Ratios

- **Return on average assets**: 0.82%
- **Return on average equity**: 4.05%
- **Efficiency ratio**: 66.34%
- **Net charge-offs to average loans**: 0.09%
- **Allowance for loan losses to period-end loans**: 0.94%

### Financial Information

- **Shareholders’ equity**: $27,943,906
- **Net income**: $1,040,709

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### Additional Notes

- **Book value per common share (dilutive)**: $3.05
- **Last stock trade**: $35.00

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**Chairman and Chief Executive Officer**

Robert A. Schick