



MARYLAND FINANCIAL BANK

Your Partner In Correspondent Banking

May 1, 2009

Dear Fellow Shareholders:

Your Bank had several exciting and very positive developments during the quarter ending March 31, 2009. First, we had earnings of \$110,000 versus a loss of \$60,000 last year. Loans and Deposits were up 17% and 13% respectively. Non-Performing Assets were 2.42%; the Loan Loss Reserve was 1.48% and our Total Risk Based Capital Ratio was 13.31% at March 31, 2009. Please refer to the attached financial summary.

Secondly, Bob Chafey was elected by the Board with my strong recommendation, as the Bank's Chief Executive Officer. I have known Bob for 20 years and know him to be a fine individual and the consummate correspondent banker in our market. I will remain Chairman, with a focus on business development, credit quality, board governance and stockholder relations.

And finally, as we stated in a recent shareholder communication, the Treasury, through its Capital Purchase Program invested \$1.7 million in your Bank. We plan to leverage this capital by buying loan participation from local community banks.

In effort to improve communication and reduce postage expense, we would like to obtain email addresses for all of our shareholders. If you have not yet done so, please forward your email address to jkopajtic@mdfinbank.com.

Thank you for your support and please feel free to contact either of us.

Sincerely,

Richard E. Hook, IV
Chairman of the Board
410-296-1533
rhook@mdfinbank.com

Robert R. Chafey
President & CEO
410-296-8306
rchafey@mdfinbank.com