

**AUBURN BANCORP & SUBSIDIARY
CONSOLIDATED BALANCE SHEET
AS OF March 31, 2010 (Unaudited)**

ASSETS

Cash and due from banks	\$1,668,521
Interest earning deposits	3,106,164
Bank certificates of deposit	199,000
Investment securities available for sale	848,926
Loans, net of allowance	68,895,741
Property and equipment, net	1,857,364
Federal Home Loan Bank stock, at cost	1,251,700
Accrued Interest and other assets	1,395,025
TOTAL ASSETS	<u>\$79,222,441</u>

LIABILITIES

Deposits	\$55,378,048
Federal Home Loan Bank advances	17,566,646
Other liabilities	285,397
TOTAL LIABILITIES	73,230,091

STOCKHOLDERS EQUITY

Preferred stock	-
Common stock	5,033
Additional paid in capital	1,469,396
Retained earnings	4,666,973
Accumulated other comprehensive income	(1,688)
Unearned compensation ESOP shares	(147,364)
TOTAL STOCKHOLDERS EQUITY	5,992,350

**TOTAL LIABILITIES AND
STOCKHOLDERS EQUITY**

\$79,222,441

CONSOLIDATED STATEMENT OF OPERATIONS

THREE MONTHS ENDED MARCH 31, 2010 (Unaudited)

Total interest and dividend income	\$1,026,612
Total interest expense	(411,588)
Net interest income	\$615,024
Provision for loan loss	(7,410)
Non-interest income	52,051
Non-interest expense	(603,254)
Income before taxes	56,411
Income tax expense	(18,820)
Net Income	<u>\$37,591</u>

Earnings per common share

\$0.08



AUBURN BANCORP, INC. OFFICERS

Allen T. Sterling President & CEO
 Martha Adams SR VP & Operations Officer
 Rachel A. Haines SR VP & Treasurer
 Bruce M. Ray SR VP & Loan Manager
 Jason M. Longley Vice President &
 Commercial Loan Officer

BOARD OF DIRECTORS

Claire D. Thompson Chair
 Philip R. St. Pierre Vice Chair
 Bonnie G. Adams
 Peter E. Chalke
 Thomas J. Dean
 M. Kelly Matzen
 Sharon Millett
 Allen T. Sterling

OFFICES

256 Court Street Auburn, Maine 04212 207-782-6871	325 Sabattus Street Lewiston, Maine 04240 207-782-0400
---	--



Report to Stockholders

March 31, 2010



The Art of Banking

OFFICES

256 Court Street Auburn, Maine 04212 207-782-6871	325 Sabattus Street Lewiston, Maine 04240 207-782-0400
---	--

I am pleased to present this third quarter Auburn Bancorp shareholder report, for the quarter ended March 31, 2010.

During the quarter, we continued to focus our corporate attention in two areas: additional loan growth, and strong deposit growth.

As you can see from our March 31, 2010 Form 10Q, during the period from June 30, 2009 to March 31, 2010, the total assets of Auburn Bancorp increased by \$4.8 million or 6.4%. This growth resulted primarily from an increase in our net loans, including loans available for sale, of \$6.7 million or 10.8%, and was funded by an increase in deposits of \$7.3 million or 15.1%. Maturing investments and excess deposit growth also allowed us to pay down high rate FHLB Advances by \$2.6 million or 12.9%.

A review of our income for the 2010 March quarter shows after-tax net income of \$37,591, as compared to \$31,304 for the quarter ended 3/31/09, an increase of 10.5%.

We continue to take full advantage of negative publicity associated with "too big to fail" banks and their "one size fits all" philosophy. The new loan and deposit customers who have migrated to us from these banks are now rediscovering community banking that is based on personal service, individual trust, and an understanding that each customer's needs are different.

We also remain committed to improving earnings by finding ways to minimize overhead expense. It is worth noting that our staffing levels have remained unchanged since 2006, even as we've absorbed significant loan growth and increasing accounting and audit responsibilities associated with the formation of our MHC and our subsequent minority stock sale.

Our goal for the future remains constant: To continue to focus on solid banking principles as we take steps not only to improve our earnings, but also to enhance the value of Auburn Bancorp stock and to support the continuing growth of Auburn Savings Bank.

Once again, I would like to thank you for your support, and I encourage you to either call me at 207-782-0400 or email me at allensterling@auburnsavings.com should you have any questions or comments.

Sincerely,



Allen T. Sterling
President & CEO

