

**HOWE BARNES IS PLEASED TO ANNOUNCE  
OUR RECENT ADVISORY TRANSACTION**



*has signed a definitive agreement  
to be acquired by*

**Four Oaks Fincorp, Inc.**  
*Holding Company for:*



**Howe Barnes acted as financial advisor to LongLeaf Community Bank in this transaction.**

LongLeaf Community Bank, Rockingham, NC has signed a definitive agreement to merge with and into Four Oaks Bank & Trust Company, Four Oaks, NC. The \$13.4 million acquisition of LongLeaf will expand Four Oaks' footprint further into the Sandhills Region of NC to include Richmond and Moore Counties, which include the Southern Pines / Pinehurst MSA.

LongLeaf shareholders will have the ability to receive shares in Four Oaks, cash, or a combination of stock and cash, subject to certain limitations. The merger is expected to close late in the first quarter of 2008 or early in the second quarter of 2008, subject to shareholder and regulatory approvals.

**Deal Pricing**

Transaction Value:	\$13.4 million
Transaction Value / Share:	\$16.50
Price / Earnings:	NA
Price / Book:	169%
Price / Tangible Book:	169%
Core Deposit Premium:	15.8%
Market Price Premium:	17.9%

*(1) Financials as of 09/30/07*

**Financial Highlights <sup>(1)</sup>**

	LongLeaf Community Bank	Four Oaks Fincorp, Inc.
Total Assets (\$000)	57,634	683,059
Total Equity (\$000)	7,951	53,832
Tang. Equity / Assets	13.8%	7.9%
LTM ROAA	-0.25%	0.92%
LTM ROAE	-1.6%	11.5%

*SOURCE: SNL Financial LC*

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