



September 19, 2008

Dear Valued Customer:

I would like to take this opportunity to make you aware of a very exciting change affecting our Gales Ferry office. Putnam Bank has entered into an agreement to acquire Savings Institute Bank & Trust's Gales Ferry branch office at 2 Chapman Lane. Pending necessary regulatory approvals, we expect ownership of the Gales Ferry branch to be transferred to Putnam Bank on January 30, 2009.

Effective Saturday, January 31, 2009, our current 39 Kings Highway branch office will close. All of the staff members you have come to know, operations, and equipment will be relocated to the 2 Chapman Lane location, which will open for business on Monday, February 2, 2009. This transition will be accomplished with little or no inconvenience to you, our valued customer.

We are confident that the proximity of the new office to the commercial center of Gales Ferry, the ease of access, and the convenient layout of the lobby and offices will provide more comfort and privacy, and will allow us to better serve you.

In the interim, if you have any questions or concerns, we urge you to call Gina Kolodnicki, Branch Manager, at our present Gales Ferry office at 860-464-2247, or call me directly at 800-377-4424. We are excited about the opportunity to serve your banking needs in our new location.

Sincerely,

Thomas A. Borner
Chairman and CEO