SHATSWELL, MacLEOD & COMPANY, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

The Board of Directors
New England Bancorp, Inc.
Hyannis, Massachusetts

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying consolidated balance sheets of New England Bancorp, Inc. and Subsidiary as of December 31, 2013 and 2012, and the related consolidated statements of income, comprehensive income, changes in stockholders' equity, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of New England Bancorp, Inc. and Subsidiary as of December 31, 2013 and 2012, and the results of their operations and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Shatswell, MacLeod + Company, P.C.

SHATSWELL, MacLEOD & COMPANY, P.C.

West Peabody, Massachusetts
June 3, 2014

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NEW ENGLAND BANCORP, INC. AND SUBSIDIARY

CONSOLIDATED BALANCE SHEETS

December 31, 2013 and 2012

(In Thousands, Except Share Data)

ASSETS	2013	2012
Cash and due from banks	$ 192	$ 1,786
Interest-bearing demand deposits with other banks	22,320	14,112
Federal funds sold	-	2,892
Cash and cash equivalents	22,512	18,790
Investments in available-for-sale securities	14,796	14,148
Federal Home Loan Bank stock	860	601
Loans held for sale	297	-
Loans and leases, net	178,145	154,568
Premises and equipment	1,751	1,599
Accrued interest receivable	398	409
Deferred income tax asset, net	1,135	1,190
Bank owned life insurance	3,217	3,121
Other assets	449	978
Total assets	$ 223,560	$ 195,404
LIABILITIES AND STOCKHOLDERS' EQUITY		
Deposits:		
Noninterest-bearing	$ 17,693	$ 18,539
Interest-bearing	161,391	147,130
Total deposits	179,084	165,669
Federal Home Loan Bank advances	17,340	8,880
Subordinated debt	838	2,250
Securities sold under agreements to repurchase	1,508	1,202
Other liabilities	623	1,446
Total liabilities	199,393	179,447
Stockholders' equity:		
Preferred stock; authorized 4,000 shares: senior non-cumulative perpetual, Series A, par value $0.01, 4,000 shares issued and outstanding at December 31, 2013 and 2012; liquidation value $1,000 per share	4,000	4,000
Common stock, par value $0.01; authorized 9,000,000 shares; 2,501,000 and 1,439,750 shares issued in 2013 and 2012, respectively	25	14
Paid-in capital	23,357	15,152
Accumulated deficit	(2,844)	(3,299)
Accumulated other comprehensive (loss) income	(124)	90
Unearned compensation - restricted stock	(247)	-
Total stockholders' equity	24,167	15,957
Total liabilities and stockholders' equity	$ 223,560	$ 195,404

The accompanying notes are an integral part of these consolidated financial statements.

NEW ENGLAND BANCORP, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENTS OF INCOME

Years Ended December 31, 2013 and 2012

(In Thousands, Except Share Data)

	2013	2012
Interest income:		
Interest and fees on loans	$ 8,141	$ 7,059
Interest on securities, taxable	205	238
Interest on federal funds sold	23	19
Total interest income	8,369	7,316
Interest expense:		
Interest on deposits	1,500	1,483
Interest on Federal Home Loan Bank advances	178	173
Interest on subordinated debt	51	125
Interest on securities sold under agreements to repurchase	6	11
Total interest expense	1,735	1,792
Net interest income	6,634	5,524
Provision for loan and lease losses	252	389
Net interest income after provision for loan and lease losses	6,382	5,135
Noninterest income:		
Customer service fees	110	77
Gains on sales and calls of investments	1	44
Gains on sales of loans and leases	35	-
Other income	357	282
Total noninterest income	503	403
Noninterest expense:		
Salaries and employee benefits	3,577	2,811
Occupancy expense	586	450
Equipment expense	123	116
Advertising expense	192	200
Data processing expense	542	413
Professional fees	282	266
FDIC assessment	128	98
Other expense	668	551
Total noninterest expense	6,098	4,905
Income before income taxes	787	633
Income tax expense	291	265
Net income	$ 496	$ 368
Income per share:		
Basic	$ 0.23	$ 0.23
Diluted	$ 0.23	$ 0.23

The accompanying notes are an integral part of these consolidated financial statements.