



September 15, 2010

Dear Shareholders,

It has been two months since I assumed the position of President and CEO of our bank and I have used this period of time to get to know the bank and to work with the board and management team to formulate a strategic plan that would be a road map for our long term success. I would like to share with you some of my observations and aspirations.

Our bank continues to be very well capitalized with ample capacity to meet our client's credit needs. The loan portfolio is proactively managed and problems are addressed on a timely basis. Nevertheless, like many community banks in the Atlanta market, there is a concentration of real estate loans. There are a handful of real estate loans requiring special management attention which could impact our reserves and profits. Management will continue to monitor these credits and adequately reserve for them for those instances where the borrower succumbs to a prolonged adverse economic condition, despite proper underwriting and strenuous efforts on both sides of the relationship.

We are focusing our attention on strengthening our balance sheet and improving our efficiency ratio so that we can achieve an optimal level of managed growth, managed risks, and maximum revenues. This way, we can ensure that we remain strong and have the capital resources to take full advantage of opportunities when the economy returns to a growth mode.

The strategic plan which the board has approved earlier this month calls for us to be more focused on niche markets where we think we can be most effective as a community bank. We understand that a community bank's success is dependent on whether it is able to acquire differentiated and sustainable revenues by maintaining a balanced focus on loans, deposits, and fee based income. With that in mind, we have chosen owner managed businesses and professional organizations as our core client base. Within that base, we will pay special attention to three niches: medical practices as businesses with complex receivables where Touchmark can add value by providing receivable management services; first generation immigrant owned businesses because of their work ethic, receptiveness to SBA loan products, and loyalty to relationships; international trade services for our domestic clients for the fee income with no cross border lending risks.

We have identified the technology and strategic partners to enable us to succeed as a niche bank, a class apart from the average small bank. More importantly, I believe that there are many good and talented officers and employees within our bank, who work according to their personal high standards, who can be motivated to be an excellent customer oriented team, who will live out our vision and mission on a daily basis, who will make banking enjoyable for our customers and bring pride of ownership to our shareholders.

I look forward with excitement to the privilege of leading our team so that we can all look back in the not too distant future and marvel that we have done it!

Thank you for your support and investment in Touchmark.

A handwritten signature in black ink, appearing to read 'Pin Pin Chau', written in a cursive style.

Pin Pin Chau
President and CEO