

FNBH Bancorp, Inc. Announces September 30, 2008 Results

Management of FNBH Bancorp, Inc., holding company of First National Bank in Howell, announced financial results for the nine months ended September 30, 2008. The Corporation reported a net loss for the nine months of \$5,668,000 compared to a net loss of \$6,351,000 for the same period in 2007. For the quarter ended September 30, 2008, a net loss of \$1,625,000 was reported compared to a net loss of \$4,117,000 for the same period last year.

President and CEO, Ron Long, stated “Our third quarter results reflect a \$1,772,000 write down in the value of Fannie Mae and Freddie Mac preferred securities. Absent this write down, the Bank would have reported a profitable third quarter.”

Long further noted, “Our Bank remains well-capitalized with good liquidity. At September 30, we maintained balance sheet liquidity in the form of cash and cash equivalents of \$34 million and had an additional \$49 million in investments and certificates of deposit available for liquidity.”

Long continued, “Our extensive evaluation of the commercial loan portfolio continued during the third quarter, including updating of loan collateral valuations for numerous loans as warranted in today’s economic climate. As a result of these evaluation efforts, appropriate reserves for potential loan losses have been established.”

Long concluded, “Our third quarter net interest margin remains a strong provider of earnings at 4.02%. Both our loan loss reserve ratio and our net interest margin remain well above peer averages.”

As of September 30, 2008, both FNBH Bancorp, Inc. and First National Bank remain well-capitalized under applicable regulatory guidelines and requirements.

First National Bank with assets of \$415 million has been the bank for Livingston County for over 100 years and has nine branches throughout the county. The Company’s stock is traded on the NASDAQ Bulletin Board (FNHM) and can be purchased by calling Howe Barnes Hofer & Arnett, at (800)800-4693, Monroe Securities Inc., at (800)766-5560, Stifel, Nicolaus & Co., Inc. at (800)676-0477, or Hill, Thompson, Magid & Co., Inc. at (866)291-6316.