



**Bank of Granite**  
(GRAN-NASDAQ)



May 1, 2009

Rating: N/A

**TERMINATING COVERAGE**

<u>Price and Trading Data</u>		<u>EPS estimates - diluted</u>	
Current Price	\$2.08		<b>Dec 08</b>
S&P 500	873.85	<b>1Q</b>	NA
52-Week Price Range	\$8.72-\$1.10	<b>2Q</b>	NA
Shares Outstanding (mil.-diluted)	15.45	<b>3Q</b>	NA
Market Cap (mil.-diluted)	32.30	<b>4Q</b>	NA
Avg. Daily Trading Volume	21,642		NA
12-month Target Price	N/A		

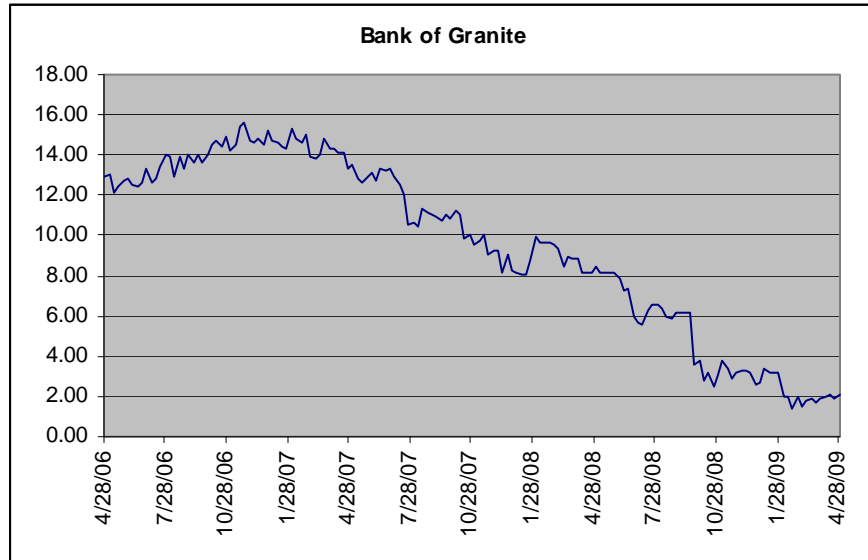
<u>Valuation Data</u>	
Debt to Total Capital	16%
Book Value/Share	\$4.80
Price/Book	0.4
Dividend	NA
Current Yield	NA

**Business Summary**

The Bank of Granite Corporation, located in Granite Falls NC, is the holding company for Bank of Granite and Granite Mortgage.

We are terminating coverage of Bank of Granite. Effective upon termination of coverage, the last rating for this stock should not be relied upon going forward.

*For Important Disclosure information regarding the Firm's rating system, valuation methods and potential conflicts of interest, please refer to the last page of this report.*



05/01/09 \$2.08 TERMINATING COVERAGE

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The distribution of investment ratings for all companies in our coverage universe are as follows: (1) 0%, (2) 0%, (3) 0%

The distribution of investment ratings used for companies whom we have performed banking services in the last 12 months are: (1) 60%, (2) 40%, (3) 0%

For regulatory purposes, our ratings of Outperform, Neutral and Underperform most closely correspond to Buy, Hold and Sell, respectively.

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