



INTERMEDIATE SMALL BANK

Comptroller of the Currency
Administrator of National Banks

Washington, DC 20219

PUBLIC DISCLOSURE

October 06, 2009

COMMUNITY REINVESTMENT ACT PERFORMANCE EVALUATION

First Century Bank, National Association
Charter Number 4643

500 Federal Street
Bluefield, WV 24701-0000

Office of the Comptroller of the Currency

VIRGINIA (ROANOKE) Field Office
4419 Pheasant Ridge Road Suite 300
Roanoke, VA. 24014

NOTE: This document is an evaluation of this institution's record of meeting the credit needs of its entire community, including low- and moderate-income neighborhoods consistent with safe and sound operation of the institution. This evaluation is not, nor should it be construed as, an assessment of the financial condition of this institution. The rating assigned to this institution does not represent an analysis, conclusion, or opinion of the federal financial supervisory agency concerning the safety and soundness of this financial institution.

INSTITUTION'S CRA RATING: THIS INSTITUTION IS RATED SATISFACTORY.

The Lending Test is rated: Satisfactory.

The Community Development Test is rated: Satisfactory.

The major factors supporting the institution's rating include:

- The bank's quarterly average net loan-to-deposit ratio is reasonable based on the bank's size, financial condition, area credit needs, and relevant competitive factors;
- A majority of the bank's loans are made in bank's assessment area (AA);
- The distribution of loans reflects reasonable penetration among borrowers of different incomes and businesses of different sizes;
- The geographic distribution of loans reflects reasonable dispersion throughout the census tracts of different income levels; and
- The community development performance demonstrates adequate responsiveness in the West Virginia Non-MSA assessment area.

Scope of Examination

First Century Bank, N.A. (FCB) was evaluated under the Intermediate Small Bank Community Reinvestment Act (CRA) examination procedures. Our review covered the bank's CRA lending performance from January 1, 2007 through October 1, 2009. We determined business loans and residential mortgage loans to be the bank's primary loan products. In order to assess the bank's lending activity, we sampled 40 business loans and 40 residential loans that were originated from January 1, 2007 through October 1, 2009. We also assessed the bank's community development performance by reviewing all community development activity performed by the bank since the last CRA examination in 2006.

Description of Institution

FCB is an interstate bank headquartered in Bluefield, West Virginia with operations in West Virginia and Virginia. The bank is wholly owned by First Century Bankshares Corporation (FCBS), which is also headquartered in Bluefield, West Virginia. The holding company is listed on the OTC Bulletin Board under the symbol "FCBS." As of June 30, 2009, FCB had total assets of \$428 million and Net Tier One Capital of \$37 million. FCB has one financial services subsidiary, First Century Financial Services, which is an insurance agency wholly owned by the bank. The activities of this subsidiary were not considered and had no impact on FCB's CRA performance.

FCB is a full service community bank serving the counties of Mercer, Raleigh, Summers, and Wyoming in West Virginia, and Tazewell and Wythe in Virginia. The bank operates 11 full service branches and 16 automated teller machines in the FCB market area. Nine of the full service branches offer business hours on Saturdays from 8:00 a.m. to 12:00 p.m. The newest branch opened on April 28, 2008 in Beckley, WV (Raleigh County). None of the bank's facilities are located in a Metropolitan Statistical Area (MSA). No branches were closed during the evaluation period.

FCB offers a variety of deposit and loan products to meet consumer and commercial banking needs. The bank's Internet website, www.firstcentury.com, provides detailed information on products and services for both consumers and businesses. Banking services are standard, with the addition of on-line banking and 24-hour telephone banking.

FCB reported \$297 million in net loans and \$363 million in total deposits as of June 30, 2009. Net loans represented 69% of average assets. The bank's loan portfolio consists of commercial and industrial (50%), including commercial real estate; residential real estate (31%); construction and development (9%); and consumer loans (8%).

Competition for loans and deposits comes from local community banks and larger regional institutions. Some of First Century's primary competitor's are: First Community Bank, NA, BB&T Co., and City NB of West Virginia.

There are no legal or financial impediments to the bank's ability to meet the credit needs of its AAs. The bank was rated "Satisfactory" at the last CRA examination, which was dated May 9, 2006.

Ratings

The bank's overall rating is a blend of state ratings. We performed full-scope reviews for the State of West Virginia (WV) Non-MSA and the State of Virginia (VA) Non-MSA. More weight was placed on the West Virginia state rating because a majority of the bank's lending and deposits are located in West Virginia. Additionally, more weight was placed on the business loan performance in each assessment area because the bank's loan portfolio reflects slightly more business lending than residential real estate lending. Refer to the "Scope" section under each state rating for details regarding how the areas were weighted in arriving at the overall state rating.

The institution's CRA rating takes into account the ratings in different states by considering:

- The significance of the bank's activities in each state compared with the bank's overall activities.
- The lending opportunities in each state.

- The importance of the bank in providing loans to each state, particularly in light of the number of other institutions and the extent of their activities in each state.
- Demographic and economic conditions in each state.

Conclusions with Respect to Performance Criteria

First Century Bank's performance under the Lending Test is considered "Satisfactory". The bank's loan-to-deposit ratio is reasonable, and a majority of loans are originated inside the assessment area. FCB's borrower distribution reflects reasonable penetration among borrowers of different incomes and businesses of different sizes. Geographic distribution reflects reasonable dispersion throughout the census tracts of different income levels. Although the selected sample from the VA Non-MSA assessment area did not include any loans made in a low or moderate income tract, there are only two moderate tracts located in this AA and the bank's branches are not located in close proximity to these tracts. The sample from the WV Non-MSA included one loan in a moderate income level tract. There are a total of five moderate income level tracts in the WV Non-MSA assessment area. Neither assessment area has low income tracts.

Loan-to-Deposit Ratio

First Century Bank's quarterly average net loan-to-deposit (LTD) ratio is reasonable given the bank's size, financial condition, and credit needs of its assessment area. The bank's quarterly average net loan-to-deposit ratio for the thirteen consecutive quarters since the last CRA examination is 79.43%. Peer's average net loan-to-deposit ratio for this same time period is 88.28%.

Lending in Assessment Area

First Century originated a majority of loans inside its assessment areas. Based on the residential real estate and business loans sampled during the evaluation period, 72.5% of these loans were made within the combined AAs. By product type, 70% of the sampled business loans and 75% of the sampled residential loans were originated within the bank's combined AAs.

Lending Gap Analysis

Our review of the geographic distribution of loans did not detect any conspicuous or unexplained gaps in the bank's lending patterns.

Fair Lending or Other Illegal Credit Practices Review

We found no evidence of discriminatory or other illegal credit practices inconsistent with helping to meet community credit needs.

STATE RATING

State of West Virginia

CRA Rating for West Virginia: SATISFACTORY

- The distribution of loans reflects reasonable penetration among borrowers of different incomes and businesses of different sizes;
- The geographic distribution of loans reflects reasonable dispersion throughout census tracts of different income levels; and
- The community development performance demonstrates adequate responsiveness to the needs of the assessment area.

Description of Bank's Operations in West Virginia

The bank's primary market is in the state of West Virginia. The bank services Mercer, Summers, Wyoming, and Raleigh counties. These counties are contiguous and are included in the West Virginia Non-MSA assessment area. The bank operates eight branches and eleven ATMs in West Virginia, four of the ATMs being remote. The bank's main office is located in Bluefield, WV.

The West Virginia Non-MSA assessment area is made up of 44 census tracts (CTs). Mercer and Raleigh County each have 16 CTs, Wyoming County has seven and Summers County has five. Of the 44 total CTs, six (13.64%) are upper-income, 33 (75%) are middle-income, and five (11.36%) are moderate-income. Most of the middle-income tracts in Mercer, Summers, and Wyoming counties have been designated as distressed or underserved by the federal banking agencies. There are no low-income tracts in this assessment area. This assessment area meets regulatory requirements and does not arbitrarily exclude low- or moderate-income geographies.

The 2000 U.S. Census reported the total population for this assessment area to be 180,907. Within the population are 51,894 families and 74,467 households. Approximately 21% of the families are categorized as low-income, 17% as moderate-income, 20% as middle-income, and 41% as upper-income. The percentage of households below the poverty level is 20%. The 2000 median family income was \$33,270 and the 2008 HUD median family income is \$43,100. There are 103,495 housing units, of which 56% are owner occupied, 16% are rental occupied, and 10% are vacant. The weighted average median cost of housing in the assessment area is \$56,056.

According to the 2009 business geodemographic data, there are a total of 10,479 businesses in the West Virginia Non-MSA AA. Approximately 68% of the businesses reported having revenues less than \$1 million while 4% have above \$1 million. Twenty-seven percent of businesses did not report their revenue. Approximately 16% of businesses are located in moderate-income geographies, 69% in middle-income, and

15% in upper-income.

The overall economic outlook for the assessment area is expected to improve over the next year. As the economy improves, county officials expect to see more economic growth in the manufacturing, hotel, and retail industries. Currently the majority of employment for this area is in the services industry (41%) followed by retail trade at 18%. According to the Bureau of Labor Statistics, as of July 2009 the average unemployment rate for the four counties in this assessment area was nine percent. This is higher than the state of West Virginia's rate of 8.4% but slightly lower than the national rate of 9.8%.

The June 30, 2009 FDIC Summary of Deposits Market Share Report ranks First Century Bank fourth out of thirteen institutions in the assessment area. Last year FCB was ranked third. FCB holds approximately 12% of the market share behind First Community NB (21%), BB&T (16%), and City NB of West Virginia (15%). First Century and City NB of West Virginia both have nine offices inside the market, BB&T has four, and First Community Bank has sixteen.

We contacted the Community Action of Southeastern (CASE) West Virginia in the WV Non-MSA to determine credits needs for the area. This contact stated CASE is focused on adult self-sufficiency in the WV market.

Scope of Evaluation in West Virginia

Our exam included a full-scope review of the West Virginia Non-MSA including Mercer, Raleigh, Summers, and Wyoming counties. More weight was placed on the performance of this assessment area, rather than the Virginia Non-MSA assessment area, since this is where First Century operates the most offices and originates the most loans and deposits.

Conclusions with Respect to Performance Criteria

First Century's performance under the lending test in the West Virginia Non-MSA assessment area is rated "Satisfactory". First Century's geographic distribution reflects reasonable dispersion throughout census tracts of different income levels, and FCB's borrower distribution reflects reasonable penetration among borrowers of different incomes and businesses of different sizes.

Lending to Borrowers of Different Incomes and to Businesses of Different Sizes

Overall, the borrower distribution of residential mortgage loans and business loans reflects reasonable penetration and meets the standard for Satisfactory performance.

Residential Mortgage Loans

Borrower Income Level	Low		Moderate		Middle		Upper		Unavailable
Loan Type	% of AA Families	% of Number of Loans	% of AA Families	% of Number of Loans	% of AA Families	% of Number of Loans	% of AA Families	% of Number of Loans	% of Number of Loans
Residential	21.15%	10.00%	17.41%	15.00%	20.26%	30.00%	41.17%	40.00%	5.00%

Source: 2007-2009 Loan Sample; 2000 U.S. Census Data

Table 2 above shows the distribution of residential mortgage loans among borrowers of different income levels for the period of January 1, 2007 to October 1, 2009 as compared to the percent of families in each income category.

The percentage of residential mortgage loans made to low-income borrowers is lower than the percentage of low-income families in the AA. These ratios are 10.00% and 21.15%, respectively. The percentage of loans made to moderate-income families is near the ratio of moderate-income families in the AA at 15% and 17.41%, respectively.

The relationship of these ratios to each other reflects satisfactory performance by the bank. In our analysis, we took into consideration the lack of affordability for low- and moderate-income individuals to purchase a home. The weighted average of median housing values in this AA is \$56,056. According to the 2008 HUD updated median family income, low-income families earn less than \$21,549 and moderate-income families earn between \$21,550 and \$34,479. Additionally, 19.60% of households are below the poverty level. The lack of affordability limits the opportunities for home purchase, home improvement, and home refinance lending to low- and moderate-income individuals. For this reason, it is deemed Satisfactory for the number of loans made to low- and moderate-income families to be below the number of families in these income tracts.

Business Loans

The distribution of loans to businesses of different sizes reflects excellent penetration among businesses of different sizes. In terms of the number of loans originated, the percentage of loans FCB made to businesses with gross annual revenues less than or equal to \$1 million exceeds the percentage of businesses within the assessment area with gross annual revenues less than or equal to \$1 million.

The following, Table 2A, details the bank's performance in lending to businesses of different sizes for the period of January 1, 2007 to October 1, 2009.

Table 2A - Borrower Distribution to Businesses in the WV Non-MSA				
Business Revenues (or Sales)	<= \$1,000,000	> \$1,000,000	Unavailable	Total
% of AA Businesses	68.32%	4.27%	27.42%	100.00%
% of Bank Loans in AA by #	80.00%	20.00%	0.00%	100.00%
% of Bank Loans in AA by \$	58.46%	41.54%	0.00%	100.00%

Source: 2007-2009 loan sample; 2009 Business Geodemographic Data

Geographic Distribution of Loans

The geographic distribution of residential real estate loans and business loans reflects reasonable dispersion throughout the census tracts of different income levels. FCB's record over the evaluation period meets the standard for Satisfactory performance. There were no conspicuous gaps identified within the bank's WV Non-MSA assessment area.

There are no low-income geographies in the assessment area. There are five moderate-income level geographies and 33 middle-income geographies. Of the middle-income geographies, 54.55% have been designated as distressed or underserved non-metropolitan areas.

Residential Mortgage Loans

The following table details the bank's performance as compared to the percentage of owner-occupied housing units in each census tract income level for the period of January 1, 2007 to October 1, 2009. The percentage of residential loans made in moderate-income geographies is near the percentage of owner-occupied housing units in these geographies.

Table 3 - Geographic Distribution of Residential Real Estate Loans in the WV Non-MSA AA								
Census Tract Income Level	Low		Moderate		Middle		Upper	
	% of AA Owner Occupied Housing	% of Number of Loans	% of AA Owner Occupied Housing	% of Number of Loans	% of AA Owner Occupied Housing	% of Number of Loans	% of AA Owner Occupied Housing	% of Number of Loans
Residential	0.00%	0.00%	7.43%	5.00%	78.54%	75.00%	14.03%	20.00%

Source: 2007-2009 loan sample; 2000 U.S. Census Data.

Business Loans

The percentage of FCB's loans made to businesses located in moderate-income geographies is lower than the percentage of businesses that are located in these geographies. However, the bank's high percentage of loans in the middle-income

geographies was given consideration since over half of these tracts are designated as distressed or underserved non-metropolitan geographies.

The following Table 3A details the bank’s performance compared to the percentage of businesses in each census tract income level for the evaluation period.

Table 3A - Geographic Distribution of Business Loans in the WV Non-MSA AA								
Census Tract Income Level	Low		Moderate		Middle		Upper	
Loan Type	% of AA Businesses	% of Number of Loans	% of AA Businesses	% of Number of Loans	% of AA Businesses	% of Number of Loans	% of AA Businesses	% of Number of Loans
Business	0.00%	0.00%	16.46%	5.00%	68.90%	80.00%	14.64%	15.00%

Source: 2007-2009 loan sample; 2009 Business Geodemographic Data

Community Development Test

The bank’s community development performance demonstrates adequate responsiveness to community development needs in this assessment area. The bank offers appropriate community development loans and services considering the bank’s capacity and the need and availability of such opportunities.

Number and amount of community development loans

The bank made 10 community development loans totaling \$707,000 during the evaluation period and committed up to an additional \$5 million to the Raleigh County Building Commission. Proceeds were used to support a variety of projects including affordable housing for low- and moderate-income individuals, community service agencies that support the elderly and low- and moderate-income individuals, and a non-profit child advocacy agency located in a moderate-income census tract.

Number and amount of qualified investments

The bank does not have any qualified investments to be considered for CRA purposes. The bank does make charitable contributions throughout the year to support community development events within the assessment area. The bank contributes more community support through its loans and services than through investments.

Extent to which the bank provides community development services

The bank’s Community Development Officer (CDO), Barbara Ray, represents the bank by participating in several community development services. During the evaluation period, Ms. Ray participated in at least seven events. These events included providing financial guidance to low income seniors and helping the local chamber of commerce organize community development events.

Apart from events attended by the CDO, the bank also has several officers and employees that provide services to the local community. These services are recorded on a form and kept track of by the bank's internal auditor. During the evaluation period, there were more than seven employees in various branches that contributed to the community.

Bank's responsiveness through such activities to community development lending, investing, and servicing needs

The bank is adequately responsive to community credit needs and opportunities to lend for community development purposes.

Response to Complaints

First Century has not received any complaints regarding performance in helping to meet the credit needs of the assessment area during the evaluation period. This has a neutral impact on the CRA rating.

STATE RATING

State of Virginia

CRA Rating for Virginia: **NEEDS TO IMPROVE**

- The distribution of loans reflects reasonable penetration among borrowers of different incomes and businesses of different sizes;
- The geographic distribution of loans reflects reasonable dispersion throughout census tracts of different income levels; and
- The community development performance demonstrates inadequate responsiveness to the needs of the assessment area and needs to improve.

Description of Institution's Operations in Virginia

The bank's second market, Virginia, includes Tazewell and Wythe counties. These two counties are divided by Bland and Smyth counties. Tazewell County, VA borders Mercer County, WV, part of the WV Non-MSA AA. Although Tazewell and Wythe counties are not contiguous, they are both included in the Virginia Non-MSA assessment area because of their close geographies and similar performance contexts. The bank operates three branches and five ATMs in this AA, three of the ATMs being remote. Since the bank's presence in this state is not as great as in West Virginia, this AA's performance was given less weight.

The Virginia Non-MSA assessment area is made up of 16 census tracts (CTs). Tazewell County has 11 CTs and Wythe County has five. Of the 16 CTs, 14 (88%) are middle-income and two (12%) are moderate-income. There are no low-income tracts in this assessment area, and none of the middle-income tracts are designated as distressed or underserved by the federal banking agencies. This assessment area does not arbitrarily exclude low- or moderate-income geographies.

The 2000 U.S. Census reported the total population for this assessment area to be 72,197. Within the population are 21,435 families and 29,780 households. Approximately 21% of the families are categorized as low-income, 21% as moderate-income, 24% as middle-income and 34% as upper-income. The percentage of households below the poverty level is 15%. The 2000 median family income was \$36,266, and the 2008 updated HUD median family income is \$53,100. There are 41,344 housing units in the AA, of which 57% are owner-occupied, 16% are rental occupied, and 8% are vacant. The weighted average median cost of housing in the assessment area is \$60,873.

According to the 2009 business geodemographic data, there are a total of 5,569 businesses in the Virginia Non-MSA assessment area. Approximately 72% of the businesses reported having revenues less than \$1 million while 4% have above

\$1 million. Twenty-four percent of the businesses did not report their revenue. A little over 12% of the businesses are located in moderate-income tracts and the remaining 12% are in middle income tracts.

The overall economic outlook for this assessment area is expected to improve over the next year. Wythe County has become a key location for manufacturing and distribution and is home to the award-winning Progress Park that provides key infrastructure for today's rail and fiber optic telecommunications businesses. Tazewell County's employer base includes strong and advanced manufacturing, IT, and energy research companies.

According to the August 2009 Bureau of Labor Statistics, the average unemployment rate for the two counties of this assessment area was 9.25%. This is higher than the state average of 6.6%, but lower than the national average of 9.7%.

The June 30, 2009 FDIC Summary of Deposits Market Share report ranks First Century Bank 10 out of 16 institutions in this assessment area. Last year FCB was ranked ninth. FCB holds only 3.19% of the market share or \$51,738 in deposits. The closest competition in the assessment area is First Bank who holds 3.39% of the market share and \$55,028 in deposits.

We contacted the Tazewell Area Chamber of Commerce and Clinch Valley Community Action in the Virginia Non-MSA to determine credit needs for the area. These contacts portrayed the credit needs to be credit counseling and affordable housing.

Scope of Evaluation in Virginia

The Virginia Non-MSA assessment area received a full-scope review. Less weight was placed on First Century's performance in this assessment area than in the West Virginia Non-MSA assessment area due to the fewer number of branches, deposits, and loans in this market.

Conclusions with Respect to Performance Criteria

First Century Bank's performance under the lending test in the Virginia Non-MSA assessment area is rated "Satisfactory". FCB's borrower distribution reflects reasonable penetration among borrowers of different incomes and businesses of different sizes. The geographic distribution also reflects reasonable dispersion throughout the AA even though no loans were made in the moderate income tracts.

Lending to Borrowers of Different Incomes and to Businesses of Different Sizes

Overall the borrower distribution of residential mortgage loans and business loans reflects reasonable penetration and meets the standard for Satisfactory performance.

Residential Mortgage Loans

Table 2, shows the distribution of residential real estate products among borrowers of different income levels compared to the percent of families in each income level for the evaluation period, January 1, 2007 to October 1, 2009.

The percentage of residential mortgage loans made to low-income borrowers is significantly lower than the percentage of low-income families in the AA. However, the bank's ratio of loans to moderate-income borrowers meets the ratio of the percentage of moderate-income families in the assessment area. Therefore, the distribution of residential mortgage loans reflects reasonable penetration and meets the standard for Satisfactory performance.

In our analysis, we took into consideration the lack of affordability for low-income individuals to purchase a home. The average median housing value in this AA was \$60,873. According to the HUD updated median family income, low-income individuals earn less than \$26,549. Additionally, 15% of households in the AA are below the poverty level. The lack of affordability limits the opportunities for residential mortgage lending to low-income individuals. This factor, along with the excellent penetration to moderate-income families supports the bank's Satisfactory performance.

Table 2 - Borrower Distribution of Residential Real Estate Loans in the VA Non-MSA AA									
Borrower Income Level	Low		Moderate		Middle		Upper		Unavailable
Loan Type	% of AA Families	% of Number of Loans	% of AA Families	% of Number of Loans	% of AA Families	% of Number of Loans	% of AA Families	% of Number of Loans	% of Number of Loans
Residential	21.46%	5.00%	20.53%	20.00%	23.96%	25.00%	34.06%	45.00%	5.00%

Source: 2007-2009 loan sample; 2000 U.S. Census Data.

Business Loans

In terms of the number of loans originated, the percentage of loans FCB made to businesses with gross annual revenues less than or equal to \$1 million is lower than the percentage of businesses with revenues less than or equal to \$1 million in the AA. The following table details the bank's performance in lending to businesses of different sizes for the evaluation period. The distribution of loans to businesses of different sizes reflects reasonable penetration.

Table 2A - Borrower Distribution to Businesses in the VA Non-MSA AA				
Business Revenues (or Sales)	<= \$1,000,000	> \$1,000,000	Unavailable	Total
% of AA Businesses	71.66%	3.99%	24.35%	100.00%
% of Bank Loans in AA by #	65.00%	35.00%	0.00%	100.00%
% of Bank Loans in AA by \$	57.14%	42.86%	0.00%	100.00%

Source: 2007-2009 loan sample; 2009 Business Geodemographic Data

Geographic Distribution of Loans

The geographic distribution of residential mortgage and business loans reflects adequate dispersion throughout census tracts of different income levels. FCB's record over the evaluation period meets the standard for satisfactory performance.

This assessment area is comprised of only two moderate-income geographies and 14 middle-income geographies, none of which have been identified as distressed or underserved areas. Since there are no low-income geographies and only two out of 16 moderate-income geographies, the level of opportunity for the bank to make loans in a low- or moderate-income tract is low. Also, the bank's branches in this AA are not located relatively close to the moderate-income tracts. Customers in these tracts most likely fulfill their banking needs with one of the bank's competitors. The bank was given consideration for these facts which justify a satisfactory rating.

Residential Mortgage Loans

The percentage of residential mortgage loans made in moderate-income geographies is lower than the percentage of owner-occupied housing in this type of geography. Based on our loan sample, there were no loans made to borrowers in moderate-income level census tracts, however the percentage of owner occupied housing available in this income level is only 10%. The following table details the bank's performance as compared to the percentage of owner-occupied housing units in each census tract income level for the evaluation period.

Table 3 - Geographic Distribution of Residential Real Estate Loans in the VA Non-MSA AA								
Census Tract Income Level	Low		Moderate		Middle		Upper	
Loan Type	% of AA Owner Occupied Housing	% of Number of Loans	% of AA Owner Occupied Housing	% of Number of Loans	% of AA Owner Occupied Housing	% of Number of Loans	% of AA Owner Occupied Housing	% of Number of Loans
Residential	0.00%	0.00%	10.03%	0.00%	89.97%	100.00%	0.00%	0.00%

Source: 2007-2009 loan sample; 2000 U.S. Census Data.

Business Loans

The percentage of First Century’s loans made to businesses located in moderate-income geographies is lower than the percentage of businesses in the AA that are located in moderate-income geographies. Based on our loan sample, there were no loans made to businesses located in moderate-income level census tracts. The bank was given consideration for the fact that only 12% of this AA’s businesses are located in a moderate-income level tract. The following table details the bank’s performance as compared to the percentage of businesses in each census tract income level for the evaluation period.

Table 3A - Geographic Distribution of Business Loans in the VA Non-MSA AA								
Census Tract Income Level	Low		Moderate		Middle		Upper	
Loan Type	% of AA Businesses	% of Number of Loans	% of AA Businesses	% of Number of Loans	% of AA Businesses	% of Number of Loans	% of AA Businesses	% of Number of Loans
Business	0.00%	0.00%	12.16%	0.00%	87.84%	100.00%	0.00%	0.00%

Source: 2007-2009 loan sample; 2009 Business Geodemographic Data.

Community Development Test

The bank’s community development performance demonstrates inadequate responsiveness to community development in this AA and needs to improve.

Number and amount of community development loans

There were no loans made during the evaluation period that qualify as community development loans.

Number and amount of qualified investments

The bank does not have any qualified investments to be considered for CRA purposes. The bank did make charitable contributions to two organizations for community development purposes. One donation was to the United Way for the “Live United” event and another was to the Joint Industrial Development Authority for their Industry Awareness Golf Tournament.

Extent to which the bank provides community development services

The bank did not participate in any community development services in this assessment area.

Bank's responsiveness through such activities to community development lending and servicing needs

The bank's responsiveness to community development needs to improve. It is recommended that the bank actively seek opportunities to assist organizations that serve low- and moderate-income individuals in this assessment area. The bank should keep a record of any community development loans made and any community development services performed. Community contacts from this evaluation indicated that the financial institutions of the area are not aware of the needs of their community. The bank should research the community organizations in this area so they can appropriately assess their needs.

Response to Complaints

First Century has not received any complaints regarding performance in helping to meet the credit needs of the assessment area during the evaluation period. This has a neutral impact on the CRA rating.

Appendix A: Scope of Examination

The following table identifies the time period covered in this evaluation, affiliate activities that were reviewed, and loan products considered. The table also reflects the metropolitan and nonmetropolitan areas that received comprehensive examination review (designated by the term “full-scope”) and those that received a less comprehensive review (designated by the term “limited-scope”).

Time Period Reviewed	Lending Test: January 1, 2007 to October 1, 2009 Community Development Test: May 9, 2006 to October 1, 2009	
Financial Institution	Products Reviewed	
First Century Bank, N.A. (FCB) Bluefield, WV	Business loans Residential Mortgage loans	
Affiliate(s)	Affiliate Relationship	Products Reviewed
None		
List of Assessment Areas and Type of Examination		
Assessment Area	Type of Exam	Other Information
State of West Virginia WV Non-MSA	Full-Scope	Mercer, Summers, Wyoming, and Raleigh Counties
State of Virginia VA Non-MSA	Full-Scope	Wythe and Tazewell Counties