



Sound Underwriting . . . Experienced Lenders



We have all been living the ups and downs of the recent economic events wondering if things will get worse and how much worse. We also wonder how long this financial crisis will last and how it will affect me—now and later.

The news media reports on escalating home foreclosures, loan write-offs, bank failures and bail-out plans. All of which have resulted in the “credit crunch.” It is true, many banks have stopped lending, stopped providing certain loan products or ceased lending to certain industry segments. Typically, these are institutions that have engaged in more risky lending practices, taken short cuts in underwriting or have made loans to geographic areas where they do not have direct knowledge of market conditions. They may be under capitalized or over leveraged; they may have significant losses or significantly diminished earnings...or all of the above.

EagleBank fits none of these scenarios. We have not originated any sub-prime mortgages, nor have we invested in Freddie Mac or Fannie Mae equity or debt securities. We are profitable with stable earnings. We are in a strong position financially. We have concentrated our lending here in our own backyard, a market area that is one of the least effected geographic areas in the country. Perhaps, most importantly, our lenders are experienced, professional and well seasoned. Each of our lending department managers has lived through significant economic downturns and successfully managed through them. Our lenders take the time to listen to our borrowers and to understand their individual financial needs.

As I have said many times, we do not force-fit our borrowers into a standard peg board. Instead we design the board to fit the borrower. These are challenging times for sure. But we also see this as an opportunity to help our community by helping our customers manage through this economic downturn. Our lending practices have always been, and continue to be, based on sound underwriting and our ability to take the time to design credit and deposit solutions that work for each individual need. We are open for business and look forward to meeting the financial challenges our customers face with the best possible solutions.

Sincerely,

Martha Foulon-Tonat
Executive VP and Chief Lending Officer

Eagle Bancorp, Inc. Announces 17% Increase in Earnings per Share for Third Quarter of 2008

(Excerpts from October 23, 2008 Release)

BETHESDA, MD. Eagle Bancorp, Inc. (the “Company”) (Nasdaq: EGBN), the parent company of EagleBank, today announced net income of \$2.3 million (\$0.22 per basic share and \$0.21 per diluted share) for the three months ended September 30, 2008, compared to \$1.8 million (\$0.18 per basic share and per diluted share) for the three months ended September 30, 2007, a 29% increase in net income and a 17% increase in diluted earnings per share.

For the nine months ended September 30, 2008, the Company earned \$5.8 million (\$0.58 per basic share and \$0.57 per diluted share), as compared to \$5.4 million (\$0.57 per basic share and \$0.55 per diluted share) for 2007, a 7% increase in net income.

“At a time of substantial stress in our financial markets and instability in many banks, we are extremely pleased to report improved net income and continued asset growth for the third quarter and nine months ended September 30, 2008”, noted Ronald D. Paul, Chairman and CEO of Eagle Bancorp, Inc. “In spite of a continuing difficult interest rate environment, wherein the Federal Reserve has lowered interest rates sharply to combat a weakening economic situation, the Company has posted a net interest margin in excess of 4.00% for both the third quarter and nine months ended September 30, 2008.”

A significant portion of the growth in the balance sheet in the third quarter of 2008 was the result of the consummation of the acquisition of Fidelity & Trust Financial Corporation (“Fidelity & Trust”) on August 31, 2008. The acquisition added approximately \$360 million in loans, \$100 million in investments, \$385 million in deposits, \$70

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Welcome F&T Customers and Employees

With the merger completed, we would like to welcome all of the former customers and employees of Fidelity & Trust Bank to EagleBank. Combined, we now have 15 branch locations throughout DC, MD and VA. Unfortunately, a couple branches overlap, and to take advantage of healthy efficiencies and close proximities, the Rockville Pike office will merge with the Rollins Avenue office and the Cordell Avenue office in Bethesda will join with our Bethesda office on the corner of Woodmont and Fairmont Avenues. These branch consolidations will provide better service with more parking at Rollins Avenue and new Walk-Up and Drive-Up Windows for Bethesda, Spring 2009. (See back page for list of F&T employees who are now part of our EagleBank family.)

Now, Bank in Virginia!

With the merger, we also picked up a Virginia branch location - EagleBank's first. It is located at 8601 Westwood Center Drive, Vienna - in the Tysons Corner area, close to Tysons I Mall. Some of our DC and MD business owners live in Virginia, and this is a wish come true for many of them.



Eagle Bancorp, Inc. Stock

Eagle Bancorp stock is available for purchase through NASDAQ. Symbol: EGBN

Area Market Makers

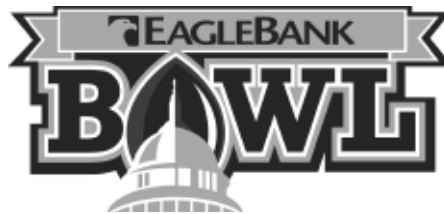
Koonce Securities Inc., Ferris, Baker Watts
Friedman Billings Ramsey, Sandler O'Neill

Call for Your Banking Information

Keep this number handy...1.800.364.8313 ...if you need account information, current CD rates or other bank information over the telephone. TeleBanc, our telephone banking service, is handy to use when you are out of town or unable to access your business or personal online banking.

Allpoint Network ATMs in 7-Eleven Stores...and in the United Kingdom

Now you can withdraw cash surcharge free at 7-Eleven Stores all over the USA. Just look for the green Allpoint Network logo next time you stop in for your coffee or Slurpees for the kids! Heading abroad? After November 5th, there will be over 2,500 Allpoint ATMs in the United Kingdom, as well!



December 20, 2008 RFK Stadium

EagleBank is proud to be the title sponsor of an exciting inaugural event that will bring a new intercollegiate post-season bowl game approved by the NCAA to RFK Stadium on December 20, 2008. It will be the first post-season bowl game of 2008, and will be broadcast live on ESPN. Funds raised will support the Wounded EOD Warrior Foundation and Positive Choices, Inc. Tickets are available through TicketMaster at 202.397.SEAT or at www.ticketmaster.com and range in price from \$45 to \$135.

Please Forgive Duplicate Copies: Because we cannot insert and sort by name/address, we must insert a newsletter into every statement. To avoid multiple copies, you can sign up for convenient eStatements, then, read our Newsletter online at eaglebankcorp.com. Or, you can contact your local branch to find out how to combine some statements into one.

Security Online—Some Important Password “Do Not’s”

- Do not write your password on paper unless you absolutely must.
- Do not share your password with friends and coworkers.
- Do not give out your password over the phone.
- Do not send your password by unencrypted email.
- Do not type your password if someone is hovering over your shoulder or too close behind you at an ATM - move your body close to shield the view.
- Do not speak your password over the phone if others are in ear shot.
- Do not keep the same password for long periods of time—change it every 30-60 days so that a hacker only has a limited time to access it.
- Do not assume a Help Desk person is from the Help Desk unless you know him/her; anyone can pose as a Help Desk employee.
- Do not write passwords on your desk or a whiteboard, even in the safety of your office.



The cement is poured! New walk-up and drive-up windows will be part of the 2009 renovations to our Bethesda branch on the corner of Woodmont and Fairmont Avenues.

EagleBank in the Community

The National Kidney Foundation's 7th Annual Ronald D. Paul Companies Kidney Walk was a great success on September 20th . . . a beautiful day with great weather and incredible turn-out helped efforts to raise over \$100,000. Eagle Bancorp, Inc. Chairman/CEO **Ronald D. Paul**, a kidney transplant recipient (thanks to his brother, Steven, 18 years ago), has dedicated many years of service, countless hours of volunteer work, and generous financial support for the National Kidney Foundation. Seven years ago, the event started with 50 walkers, and this year's event hosted over 600 walkers in two locations.

Tom Murphy, President/Montgomery County and **Marlyn Newton**, Tom's energetic, community-minded assistant, recently led our efforts to help the Taste of Bethesda and Bethesda Urban Partnership, Inc. experience one of their most successful "Taste of Bethesda" events ever. Others volunteering their time before, during and after included: **Mercedes Alvarez, Jenny Lam, Kai Hills, Mary Manuel, Jelena Petrova, Glenn Johnson, Joe Clarke, Lucas Flynn, Debbie Colliton, Michael Brooks, Fred Marsden, Carole Bousum, Dave Viertels, Diane Begg, Janette Shaw, and Dalin Op.** It was a tasty, fun-packed day!

Tom Murphy served as the happy father of the bride on June 21, 2008, when daughter Jennifer married Andrew Farkas at St. Aloysius (Gonzaga). The reception was held at the beautiful Strathmore Music Center. Jennifer is the assistant art director at Bethesda Magazine and Andrew is an account executive at Print 1 in Bethesda.

A number of energetic EagleBank employees participated in the **2008 Walk & Ride Challenge** sponsored by Bethesda Transportation Solutions, a Division of Bethesda Urban Partnership. Armed with red pedometers, teams competed in number-of-steps-walked each week, September 8-26. EagleBank walkers included: (Team 1) **Tom Murphy, Michael Betton, Jim Newman, Janette Shaw** and **Teresa Trinh**; (Team 2) **Michal Morris, Debbie Colliton, Nancy Bravo, Maricel Pascua, and Karen Johnson**; Team (3) **Donya Kolcio, Lynne Shaer, Marcie Spivok, Barbara Millard** and **Olga Jean-Claude**; (Team 4) **Ken Scales, Jackie Ho, Carole Bousum, Jane Cornett** and **Dalin Op.** While none of our teams won top honors, everyone enjoyed the healthy exercise! Thanks, **Marlyn Newton**, for coordinating our efforts.

Rokas Beresniovas has been elected to serve on two local Georgetown Boards of Directors. One is a 2008-2011 term for the Georgetown Business Association, and the other is a 2008-2009 term for the Georgetown Ministry Center. Rokas is VP and Business Development Officer at EagleBank's Georgetown office at 1044 Wisconsin Avenue, NW.

Brendon Shea, Portfolio Underwriter, heads Fundraising for the Gonzaga DC Classic, a basketball tournament held in December. Proceeds go to various service projects, like Red Cloud Indian Reservation, Dominican Republic and the McKenna Center.

Debbie Colliton, Senior VP and Business Development Officer was invited to join the CSAAC Foundation (Community Services for Autistic Adults and Children, www.csaac.org) earlier this year and recently was appointed Secretary of the Board. CSAAC operates 50 community living residences around Montgomery County, two school sites, an early intervention program, an after-school program and a vocational program for adults.

Spearheaded by **Marlyn Newton**, many EagleBank volunteers worked with the Bethesda Urban Partnership to support the **Kids In Need Drive**. The KIND Program generated school supply donations and delivered them to this year's beneficiaries: Don Bosco Cristo Rey High School, A Wider Circle, and the National Center for Children & Families.

Jenny Shtipelman is a member of "Success in the City," a woman's organization of influential leaders. Their programs and events help develop lasting peer relationships that hopefully lead to "deals-on-heels." Jenny is pictured with the group in the October 2008 issue of *DC Modern Luxury Magazine*.

Honored!



James Soltesz, one of our hard working **Board of Directors** was recently named **Catholic Business Network's "2008 Person of the Year."** He also received the "Caritas

Award" in 2006 – the highest award presented to volunteers. Mr. Soltesz is a licensed Professional Engineer in MD, PA, FL and WV, serving as President and CEO of Loiederman Soltesz Associates, Inc., which is headquartered in Rockville, MD. Congratulations, Jim!



Jenny Shtipelman, Business Development Officer, was one of four women honored at the recent "Light up the Night" Annual CREW Awards Dinner. Jenny won the "Esprit de Corps" Award. We're proud of you, Jenny!

Financial Release (Continued)

million in customer repurchase agreements and other borrowings and \$13 million in equity capital, as of the date of consummation.

Both lending and deposit activities evidenced growth for the three and nine months ended September 30, 2008 as compared to the same periods in 2007. For the three months ended September 30, 2008, average loans increased 39% and for the nine months ended September 30, 2008, average loans increased 24%. For the three months ended September 30, 2008, average deposits increased 36% and for the nine months ended September 30, 2008, average deposits increased 17%.

At September 30, 2008, total assets were \$1.46 billion compared to \$802.1 million at September 30, 2007, an 82% increase. Total deposits amounted to \$1.14 billion at September 30, 2008, an 85% increase over deposits of \$615.2 million at September 30, 2007, while total loans increased to \$1.17 billion at September 30, 2008, from \$679.5 million at September 30, 2007, a 72% increase.

For the complete press release, please visit www.eaglebankcorp.com.

Promotions – Congratulations!

Michele Capone...promoted to Vice President, Workout/Liquidation and Recovery.

Alexis Santin...promoted to AVP, Cash Management Officer.

Gillian Lan...promoted to Senior Loan Operations Assistant.

Thompson Ashu...promoted to Senior Deposit Operations Assistant.

Shellita Carney...promoted to Loan Operations Specialist/Team Leader.

Welcome New Employees

Jennifer Conner...Electronic Banking Assistant at the Operations Center at Tech Road. Most recently, Jennifer worked at Calvin B. Taylor Bank in Maryland.

Jane Cornett...Corporate Secretary at Bethesda location.

Susan Greulich...Training Officer, Tech Road Operations Center.

Aaron McKay...Front Desk Administrative Assistant at Bethesda/Woodmont location. Prior to joining EagleBank, Aaron worked as a law office clerk for a law firm in New Jersey.

Dave Carlson...IT Network Specialist, 2nd floor, Bethesda.

Lucy Lu...Audit Officer at the Operations Center at Tech Road. Lucy was Internal Audit Manager at PNC before joining us.

Jake Emerson...Management Trainee; Jake will be working with the Loan Administration Department at the Tech Road Operations Center.

Anne Mayaka...Customer Service Representative at the Shady Grove Office.

Employees On The Move

Christopher Vinh...from Customer Service Representative in Bethesda to Deposit Operations Assistant at the Tech Road Operations Center.

Philomena Mlunde...from the Wire Room to Assistant in Deposit Operations.

Adwoa Ampaw...from Construction Loan Administrator to Loan Operations Assistant at Tech Road.

A Huge Welcome to the employees of F&T Bank who are now a part of our EagleBank family (finally)!

In the...Administrative Group/DC: **Carol Few** and **Barry Watkins**...Commercial Construction: **Hadi Hammoud**...Commercial Deposits: **Ana Morales, Maria Acosta, Susan Schumacher, Anthony Thomas, Yasmin Toure**...Commercial Lending/DC: **Scott Kinlaw, Eddie Ledford, John Richardson, Shanté Taylor**...Commercial Lending/Montgomery County: **Horacio Chacon, Chris Morgan**...Commercial Lending/VA: **David Helfgott, Peter Nguyen, Terri Wyzkoski**...Commercial Real Estate: **Greshaun Fulgham, Afrecia Harrell, Carisa Stanley**...Cordell Ave. Branch: **Jelena Petrova, Michael Stein**...Rockville Pike Branch: **Christine Plotas**...Credit Administration: **Michael Brooks, Jodee Lichtenstein**...Deposit Operations: **Eugenia Burke, Todd Koplock, Rochelle Nichols, Christopher Vinh**...International Banking: **Jacqueline Ames**...Eye Street Branch: **Nittaya Chuawongse, Juanita Douglas, Sharon Dukes, Jermell Harris, Marquita Henderson**...Finance: **Diane Begg, Linda Collins, Shashi Gola**...Georgetown Branch: **Mariama Barrie, Rokas Beresniovos, Ibrahima Karambe, Saule Miller**...Human Resources: **Christine Linford**...K Street Branch: **Rosalind Alexander and Jorge Rivasplata**...Loan Administration: **Michelle Jackson and Lashon Mack**...Loan Operations: **Ruth Belak**...Marketing: **Mercedes Alvarez**...McPherson Square Branch: **Kristin Rodriguez**...Operations Administration: **Denise Wright and Kim Ray**...Compliance: **Tsighe Assefaw and Cindy Pehl**...Retail Administration: **Joe Clarke and Connie Patterson**...Rollins Avenue Branch: **Hossein Hassan Shahi, Claudia Oliver and Carmen Penaranda**...Sligo Avenue Branch: **Lisa Hinton and Patricia Figueroa**...Tysons Corner Branch: **Paria Bakhshi, Amy Caslen, Graciela Jones and Shan Mohamed**...Information Technology: **Connie Singleton and Patricia White** and in Wire Room: **Ana Escobar and Joan Grant**.

Thank you, **Michelle Battle**/HR, for supplying all this information.

Hot Numbers

(...or email us at "info@eaglebankcorp.com")

Ronald D. Paul, Chairman & CEO	301.986.1800
Robert P. Pincus, Vice Chairman	202.367.3024
Thomas D. Murphy, President—Montgomery County	240.497.2042
Barry C. Watkins, President—Wash., DC & VA	202.292.1620
Susan Riel, EVP & Chief Operations Officer	240.497.1667
Jane Cornett, Corp. Secretary	240.497.2041
Online Banking	301.628.4708

Loans

Martha Foulon-Tonat, EVP & Chief Lending Officer	240.497.2046
Allan Acree, Commercial RE	240.497.1686
John Bettini, Commercial	240.497.2048
Horacio Chacon, Commercial	240.497.2060
Dick Corrigan, President Eagle Commercial Ventures	240.497.2061
Robert Cortez, Res. Mortgage	240.497.2087
Mike DeVito, SBA	410.296.9344
Greshaun Fulgham, Comm. RE	240.497.2070
Stephen Greene, Manager Residential Lending	240.497.1691
Tim Hamilton, Commercial	240.497.1687
David Helfgott, Commercial	703.485.8016
Robert Hoffmann, Sr. Lender/Commercial	240.497.2047
Scott Kinlaw, Commercial	202.408.5594
Eddie Ledford, Commercial	202.292.1637
Matthew Leydig, Commercial RE	240.497.2064
Fred Marsden, Consumer	240.497.2075
Pat McCalley, Res. Mortgage	240.497.1692
Thomas Mee, Sr. Lender/Com RE	240.497.1690
Chris Morgan, Commercial	240.497.2050
Rob Powell, Commercial	202.408.7261
John Richardson, Commercial Lending Team Leader	202.292.1624
Ryan Riel, Commercial RE	240.497.2065
Ken Scales, Commercial	240.497.1685
Fred Schultz, SBA	240.497.1672
Harvey Spicer, Res. Mortgage	240.506.0213
Carisa Stanley, Comm. RE	240.497.2055
Dave Viertels, Res. Mortgage	240.497.2093
Jim Walker, Commercial RE	240.497.2063
Dave Wilhelm, Res. Mortgage	240.497.2088
Terri Wyzkoski, Commercial	703.485.8021

Business Development

Deb Shumaker, VP Business Dev. Sales Manager	240.497.2051
Rokas Beresniovos, Georgetown	202.481.7010
Larry Bolton, Silver Spring	301.588.6700
Paul Boudrye, Eye Street	301.873.3135
Andy Bridge, Rockville	240.497.2090
Debbie Colliton, Bethesda	240.497.1660
Linda Dawkins, Bethesda	240.497.2057
Kai Hills, Bethesda	240.497.1661
Malcolm Karl, McPherson Square Non-Profit Specialist	202.408.7265
Debbie Keller, Sligo Avenue	301.960.0707
Vernon Kelley, McPherson Square	202.408.8411
Shan Mohamed, Tysons Corner	703.485.8020
Jenny Shtipelman, Eye Street	202.292.1646
Mike Stein, Bethesda	240.497.2803



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