



May 24, 2010

Dear Shareholders:

Enclosed please find our Proxy Statement and Notice of Annual Meeting now set for June 24, 2010 at the offices of First Sound Bank in Seattle, Washington. The purpose of the meeting is election of the members to the Board of Directors and to increase the authorized shares of common stock.

We are currently under a Directive from the FDIC to raise capital. Our plans for additional capital include a resolution of the litigation vs Larasco, Inc. (formerly Puget Sound Leasing Co., Inc.). The litigation is set for trial in Federal Court and is to begin on June 1, 2010 and expected to last up to three weeks. Subsequent to the trial, it is our plan to raise additional private capital from interested investors.

Included is a copy of the consent letter dated April 6, 2010, sent to you previously.

These are unique and challenging times for First Sound Bank with our pending litigation and the economic challenges of the local economy. We appreciate the continued support of our shareholders and clients.

Sincerely,

Donald L. Hirtzel
Chairman/CEO

Steven M. Shaughnessy
President/COO