

Directors

Richard F. Knight, Chairman David A. Briggs, Jr. Dennis E. Crowe Chandler Craig, Jr. Maura W. Donahue G. Chris Keller, Jr., Vice Chairman Michael B. Burris Katherine M. Gibert David D. Lindsey James E. Walther, III, Emeritus

RESOURCE BANK

Executive Officers

G. Chris Keller, Jr., Chief Executive Officer
Chandler Craig, Jr., President
David D. Lindsey, Executive Vice President, Chief Administrative Officer
Pat Campbell, Executive Vice President, Chief Lending Officer
Doug M. Ferrer, Executive Vice President, Chief Credit Officer
Julie C. Cervantes, CPA, Executive Vice President, Chief Financial Officer
Lynn Kennedy, Executive Vice President, Chief Operations Officer

Branch Locations

Bogalusa Office:

402 Avenue B

Covington Offices:

70533 Highway 21

5100 Village Walk, Suite 102

Franklinton Office:

950 10th Avenue

Metairie Office:

321 Veterans Memorial Blvd., Suite 101

Mandeville Offices:

2190 N. Causeway Blvd., Suite 100

68177 Highway 59

1695 W. Causeway Approach

Slidel! Office:

2283 Gause Blvd. East

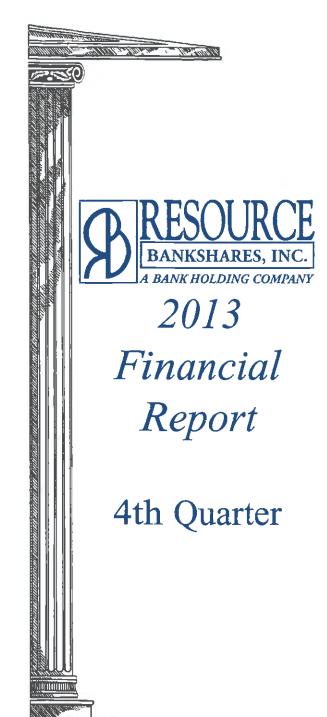


Visit us online at www.BankOnResource.com email: info@BankOnResource.com or call (985) 801-1888

PRESORTED STANDARD U.S. POSTAGE PAID VEW ORLEANS, L

RETURN SERVICE REQUESTED







December 31, 2013

Dear Shareholder:

During the celebration of our Company's fifteenth anniversary, we surpassed our projected performance levels closing out 2013 with new all-time highs in Total Assets of \$509,298,000 (up 7.44%), Deposits (up 7.47%), Loans (up 6.04%), Capital (up 10.55%) and Earnings (up 15.59%). As a result, we achieved yearend earnings of \$5,190,000, after taxes and Trust Preferred debt service, and a Book Value per share, fully diluted of \$33.79 (up 9.12%). Considering all of the above, your Board of Directors is pleased to announce the declaration of a dividend of twenty five cents per share, payable on March 31, 2014, to Shareholders of record as of February 28, 2014.

Resource Bank strives to offer customers the latest in bank technology, such as remote deposit capability, online banking, cell phone deposits and personal financial management. In addition, we prioritize delivering the highest level of service to our valued customers which has resulted in increased transactional activity throughout our company. To support this growth, we are now in the process of building our new Operations Center on Ochsner Blvd. in Covington and we look forward to moving into our new facility toward the end of the third quarter of 2014.

We continue to identify new products and new opportunities for expansion in our present market areas and to identify possible new areas that would support a true community bank and, as always, we welcome your thoughts and suggestions. Be assured that your Resource Bank Team is committed to the ongoing pursuit of creating value for our shareholders.

Yours truly,

Richard F. Knight Chairman of the Board G. Chris Keller CEO

RESOURCE BANKSHARES, I	INC.	11000A 1100 A 1000 A 100
STATEMENT OF FINANCIAL CONDITION (in thousands)	Company Consolinated	Company Consolida
		12 21/2012
TISE 18	(unaudited)	(image
Cash & due from banks	\$15,571	15,816
Interest bearing deposits in other banks	108	28,786
Fed Funds Sold	32,819 217	217
Investment & Equity in Resource Trust I & II	49.800	40,681
Investment securities: Available-for-sale, at fair value Other stocks, at cost	1,505	1,445
Loans, less allowance for loan losses	394,560	372,088
(2013 allowance for loan losses \$3,036,525)	#5.0525	
(2012 allowance for loan losses \$2,909,437)		
Bank premises & equipment, net of accumulated depreciation	11,530	10,360
Deferred Tax receivable	267	85 1.
Accrued interest receivable	1,411	1,406
Prepaid Interest	1100	
Other Assets	418	384
Other real estate owned	1,092	2,641
TOTAL ASSETS	\$509,298	\$474,047
CURRENT LIABILITIES		11111
Deposits	PACIFIC P	075 104
Demand deposit accounts	\$90,195	\$75,121
NOW accounts	171,311	178,855
Money market accounts	92,510	69,217
Saving accounts	16,643 42,769	13,208 40,530
Certificates of Deposit \$100,000 & over	27,478	33,326
Other certificates of deposit	\$440,906	\$410,257
Total Deposits	840	1,628
Accrued expenses and other liabilities	090	1,020
Deferred Tax Payable Accrued Interest Payable	112	130
Interest Payable on Debentures	24	24
Trust Preferred Securities Payable I	3,093	3,093
Trust Preferred Securities Payable II	4,124	4,124
Other borrowed funds	14,000	13,000
Total Liabilities	\$463,099	\$432,256
STOCKHOLDERS' EQUITY	Duning Control	
Common Stock; \$ 1.00 par value;		1 9
2,000,000 shares authorized; 1,343,126 and 1,331,688 shares issued	1,347	1,337
and outstanding at December 31, 2013 and December 31, 2012, respective		
As of December 31, 2013, 1,347,023 issued; however 3,897 shares are		1 1 1 1
in Treasury Stock		
Preferred Stock; \$ 1.00 par value;		
100,000 shares authorized; no shares issued or outstanding	Tauca S	
Less: Stock Subscription Receivable	(826)	(826)
Capital surplus	16,186	15,966
Treasury Stock	(136)	(182)
Retained Earnings	24,458	20,402
Rarning year to date (*Bank Only \$ 5,233,471 year to date)	5,190	4,420
Nebunrealized holding gains (losses) on securities	(20)	41
al Equity Capital	46,199	
TOTAL MABILITIES AND STOCKHOLDERS EQUITY	\$509,298	\$474.047
Stockholder's Equity (Book value per share-undiluted)	\$34,40	354 (5)
Stockholder's Equity (Book value per share diluted)	\$33,79	NEVIT-AL
Quarterly Return on Average Assets (ROA) (Bank Only as of 12/31/13)	0.94%	1.03%
Quarterly Efficiency Ratio (Bank Only as of 12/31/13)	63.40%	62.93%.
End of year Return on Average Assets (ROA) (*Bank Only as of 12/31/13)	1.07%	1.02%
End of year Efficiency Ratio (*Bank Only as of 12/31/13)	63.40%	65.24%