First Community Corporation

April 22, 2015

Company Comment

(FCCO-NASDAQ)
William J. Wallace IV, (301) 657-1548, William.Wallace@RaymondJames.com
Andrew Manguart, Research Associate, (727) 567-5584, Andrew.Manguart@RaymondJames.com

Banking

Raise Target Price - Loan Growth Finally Materializing

Recommendation: We are reiterating our **Outperform** rating on First Community and increasing our target price to $13 from $12 following 1Q15 results that met consensus expectations. That said, excluding a $0.04 benefit from accelerated accretion, operating EPS would have fallen short of expectations, as fee income surprised to the downside. The miss on the fee income line was partly driven by lower than expected mortgage revenue, which we are surprised to see given what has been a strong quarter across the industry. Despite the weakness in 1Q, we believe the pipeline is robust and expect the mortgage bank to rebound in the seasonally stronger 2Q and 3Q. Loan growth was the bright spot during the quarter as loan balances jumped 2.4% sequentially, well above our -0.5% estimate, suggesting that management's recent focus on spurring lending activity is beginning to pay dividends. We believe that a significant portion of this growth was booked late in the quarter and didn't materialize in 1Q results, which should drive a strong bounce in spread revenue in 2Q. With a management team that remains committed to driving shareholder value, and with a solid deposit franchise that should support longer-term value, we believe valuation makes an investment in the stock attractive at current levels, driving our **Outperform** rating.

- **1Q15 results meet consensus.** First Community reported GAAP and operating EPS of $0.21, in line with consensus but below our $0.22 estimate.
- **Loan growth in focus.** 1Q15 loan balances increased 2.4% linked quarter, well above our -0.5% growth expectation, as production levels increased and pay-down activity slowed. We believe this level of growth in what is typically a seasonally weak quarter is evidence that the company's recent lending initiatives are beginning to pay dividends. We believe the pipeline remains strong and have picked up our 2015 and 2016 loan growth expectations to 6% from 2%. We believe continued loan growth could limit margin contraction, though we currently forecast net interest margin to gradually contract to 3.35% in 4Q15 from 3.40% (ex. accelerated accretion benefit) in 1Q15 as new loans continue to be booked at lower yields than existing credits.
- **Mortgage bank should rebound.** Despite a 9% sequential increase in production, mortgage revenue dipped 13% to $735,000 from 4Q14, as a larger percentage of refinance activity negatively affected premiums. While we were disappointed to see lower revenue given what has been a very strong quarter for the industry, we believe the pipeline is strong and expect the mortgage bank to rebound in the seasonally stronger 2Q and 3Q.
- **Estimates:** We are reducing our 2015E operating EPS to $0.92 from $0.95 and maintaining our 2016E operating EPS of $1.05.

Valuation: Our $13 price target is based on 1.2x our 1Q16 tangible book value (TBV) estimate of $11.14, 14.1x our 2015E EPS, and 12.4x our 2016E EPS, a slight discount to micro-cap peer medians of 1.3x, 14.7x, and 12.9x, respectively. We believe a slight discount is warranted until the company can better demonstrate its ability to execute on capital deployment plans.

Non-GAAP EPS	Q1 Mar	Q2 Jun	Q3 Sep	Q4 Dec	Full Year	GAAP EPS Full Year	Revenues (mil.)
2014A	$0.18	$0.18	$0.23	$0.25	$0.85	$0.78	$32
Old 2015E	0.22	0.23	0.25	0.25	0.95	0.95	34
New 2015E	**0.21A**	**0.23**	**0.25**	**0.24**	**0.92**	**0.92**	**34**
Old 2016E	UR	UR	UR	UR	1.05	1.05	36
New 2016E	**0.23**	**0.25**	**0.28**	**0.29**	**1.05**	**1.05**	**36**

Rows may not add due to rounding. Non-GAAP EPS is operating earnings and excludes one-time items.

Rating

Outperform 2

Current and Target Price

Current Price (Apr-22-15 1:50 p.m.)	$11.69
Target Price: Old: $12.00	New: $13.00
52-Week Range	$12.10 - $10.24
Suitability	Aggressive Growth

Market Data

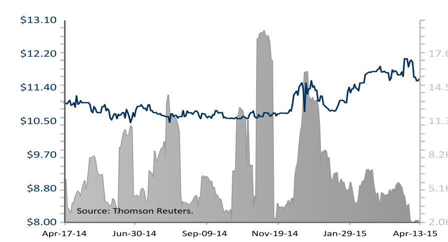
Shares Out. (mil.)	6.7
Market Cap. (mil.)	$78
Avg. Daily Vol. (10 day)	2,501
Dividend/Yield	$0.28/2.4%
Book Value (Mar-15)	$11.45
Tang. BVPS (Mar-15)	$10.44

Earnings & Valuation Metrics

	2014A	2015E	2016E
P/E Ratios (Non-GAAP)	13.8x	12.7x	11.1x

Company Description

First Community Corporation, headquartered in Lexington, South Carolina, is an $836 million asset bank holding company that operates 14 branches in the midlands region of the state.



Please read domestic and foreign disclosure/risk information beginning on page 9 and Analyst Certification on page 9.

Guidance Tracker – First Community Corporation (FCCO)

Source	Category	Target Period	Trending	Guidance
2015Q1 Earnings	Loan	2015Y	▲	Management is targeting mid-single digit loan growth in 2015.
2015Q1 Earnings	Noninterest Income	2015Y	▲	Management is targeting mortgage banking production above $100 million in 2015.
2015Q1 Earnings	Tax Rate	Long-term	▬	The company anticipates the tax rate will be approximately 28%.

Source: Raymond James research; company reports

Raymond James Revised Earnings Estimates

As displayed in the following table, we are reducing our 2015 EPS estimates to $0.92 from $0.95 and maintaining our 2016 EPS estimates of $1.05.

Earnings Estimates

($ in thousands)	2015E			2016E		
	Old	Current	Change	Old	Current	Change
Operating EPS	**$0.95**	**$0.92**	**($0.03)**	**$1.05**	**$1.05**	**$0.00**
GAAP EPS	**$0.95**	**$0.92**	**($0.03)**	**$1.05**	**$1.05**	**$0.00**
Core PTPP* Earnings	10,275	9,993	-3%	11,465	11,187	-2%
Avg. Earning Assets	751,921	764,733	2%	768,022	809,566	5%
NIM	3.41%	3.43%	2 bps	3.50%	3.38%	-12 bps
Net Interest Income	25,051	25,512	2%	26,269	26,661	1%
Provision	850	1,006	18%	1,000	975	-3%
Operating Fee Income	9,247	8,441	-9%	9,947	9,052	-9%
Operating Expense	24,423	24,414	0%	25,051	24,826	-1%
Operating Efficiency	71%	72%	69 bps	69%	70%	34 bps
Tax Rate	29.0%	27.7%	-126 bps	30.0%	29.0%	-100 bps
Diluted shares	6,744	6,671	-1%	6,760	6,687	-1%
Dividends per share	$0.28	$0.28	$0.00	$0.28	$0.28	$0.00
Loan Growth	1.5%	6.0%	447 bps	2.0%	6.1%	412 bps
Reserves/Loans	0.96%	0.95%	-1 bps	1.03%	0.97%	-6 bps
NPAs/Loans	2.02%	1.71%	-31 bps	1.67%	1.44%	-23 bps
NCOs/Avg. Loans	0.15%	0.15%	0 bps	0.14%	0.13%	-1 bps

*PTPP = pre-tax, pre-provision

We are reducing our 2015 operating EPS estimate to $0.92 from $0.95 and maintaining our 2016 EPS estimates of $1.05. For 2015, higher spread revenue is more than offset by a higher provision expense and lower fee income expectations. For 2016, higher spread revenue and lower operating expense expectations fully offset lower fee income estimates.

Source: Company reports and Raymond James research.

Comparison of Actual Results to Raymond James and Consensus Estimates

As depicted in the following table, First Community reported 1Q15 operating EPS of $0.21, in line with consensus but below our $0.22 estimate. That said, we note that operating EPS was positively impacted by a roughly $0.04 benefit from accelerated accretion. Absent this benefit, the miss was primarily driven by lower fee income. From a loan growth perspective, the company reported a 2.4% linked-quarter increase in loan balances, which exceeded both our -0.5% estimate and the 0.0% consensus.

Actual vs. Raymond James and Consensus

	Actual	Raymond James	dif (+/-)	Consensus	dif (+/-)	Consensus High	Consensus Low	Consensus # of Estimates
PER SHARE DATA								
Operating EPS	$0.21	$0.22	-$0.01	$0.20	$0.01	$0.22	$0.18	2
Book value per share	11.45	11.32	0.13	11.31	0.14	11.32	11.30	2
Tangible book value	10.64	10.51	0.13	10.44	0.20	10.51	10.37	2
Dividends per share	0.07	0.07	0.00	0.07	0.00	0.07	0.07	2
Avg. fully diluted shares (mil.)	6.7	6.7	-0.1	6.7	-0.1	6.7	6.7	2
INCOME STATEMENT								
Net interest income	6.4	6.1	0.4	6.0	0.4	6.1	6.0	2
Loan loss provision	0.4	0.2	0.2	0.2	0.2	0.2	0.2	2
Fee income	2.0	2.2	-0.2	2.1	-0.1	2.2	2.0	2
Revenue	8.4	8.3	0.2	8.3	0.2	8.3	8.3	1
Non-interest expense	6.1	6.0	0.1	6.1	0.0	6.1	6.0	2
Pre-tax income	1.9	2.1	-0.1	1.9	0.0	2.1	1.7	2
Taxes	0.5	0.6	-0.1	0.5	0.0	0.6	0.5	2
Net income	1.4	1.5	-0.1	1.3	0.1	1.5	1.2	2
BALANCE SHEET								
Loans	454	442	13	444	10	446	442	2
Loan growth	2.4%	-0.5%	286 bp	0.0%	237 bp	0.5%	-0.5%	2
Average Deposits	695	696	-2	685	10	696	673	2
FINANCIAL RATIOS								
Net interest margin (NIM)	3.62%	3.38%	24 bp	3.35%	27 bp	3.38%	3.32%	2
Efficiency ratio	72.4%	72.7%	-32 bp	73.0%	-60 bp	73.0%	73.0%	2
Net charge-offs / Avg. loans	0.25%	0.15%	10 bp	0.15%	10 bp	0.15%	0.15%	1
ROA	0.68%	0.72%	-4 bp	0.66%	2 bp	0.72%	0.60%	2
ROE	7.3%	7.8%	-46 bp	7.2%	12 bp	7.8%	6.6%	2

Source: SNL Financial, Thomson Financial, company documents, and Raymond James research.

Core Margin Expands on Slight Improvement in Earning Asset Mix

Reported net interest margin (NIM) expanded 26 bp linked quarter to 3.62%, well above our 3.38% estimate, owing primarily to the recognition of a credit mark on two purchase impaired loans from the Savannah River acquisition that were paid off during the quarter. On a core basis, which excludes the benefit from accelerated accretion, NIM expanded 4 bp to 3.40%. We attribute the sequential expansion in core margin to a slight improvement in the average earning asset mix. As depicted in the following table, despite a sequential decrease in average loan balances, the concentration of loans ticked up to 60.6% of average earning assets from 60.0% in 4Q14, as the company shifted excess liquidity from its recent deposit purchase out of lower yielding assets. On an end of period basis, loan balances increased 2.4% sequentially, well above our -0.5% estimate. We believe this degree of loan growth serves as evidence that the company's recent lending initiatives are beginning to pay dividends. Moving forward, we maintain that deploying liquidity into loan growth out of the securities portfolio will be the key to staving off pressures from lower loan yields. If the concentration of average loans to earning assets can meaningfully improve from 61% in 1Q15, we would expect margin expansion to be a real possibility. That said, the overall environment remains competitive for grade-A credits and will, therefore, likely limit any outsized growth opportunities at present.

Average Earning Asset Mix

($ in thousands)	% of Total	4Q12	4Q13	1Q14	2Q14	3Q14	4Q14	1Q15	4Q14A-1Q15A	1Q14A-1Q15A
Loans	61%	335,010	349,830	415,785	444,060	445,060	451,334	450,988	-0.1%	8.5%
Securities	37%	206,768	228,988	234,966	261,673	251,893	276,625	277,308	0.2%	18.0%
Other funds	2%	15,026	12,544	20,832	13,371	16,937	23,976	15,733	-34.4%	-24.5%
Total Average Earning Assets	**100%**	**556,804**	**591,362**	**671,583**	**719,104**	**713,890**	**751,935**	**744,029**	**-1.1%**	**10.8%**
Concentration of Loans		**60.2%**	**59.2%**	**61.9%**	**61.8%**	**62.3%**	**60.0%**	**60.6%**		

Source: Company reports and Raymond James research.

Turning to the right side of the balance sheet, the core deposit mix increased 28 bp to 71.1% from 70.8% in the previous quarter, as illustrated in the following table. Despite this improvement, after 16 consecutive quarters of decreasing funding costs, average funding costs held steady at 0.47% linked quarter, serving as potential evidence that funding costs are bottoming. As such, we believe more focus will be placed on loan pricing, loan growth, and the earning asset mix as levers to limit meaningful margin contraction until short-term interest rates rise and sustainable, strong loan demand returns. Taking all of these factors into account, we expect NIM to gradually contract to 3.35% in 4Q15, followed by stabilization, and then expansion as 2016 progresses.

Average Core Deposit Mix

($ in thousands)	% of Total	4Q12	4Q13	1Q14	2Q14	3Q14	4Q14	1Q15	4Q14A-1Q15A	1Q14A-1Q15A
Demand deposits	20.1%	97,163	111,984	121,060	131,762	133,891	138,263	134,596	-2.7%	11.2%
Interest-bearing accounts	19.9%	92,466	102,087	124,029	135,875	133,554	135,492	132,997	-1.8%	7.2%
Money market accounts	22.8%	54,493	80,094	116,326	145,973	147,916	151,382	152,797	0.9%	31.4%
Savings deposits	8.2%	40,898	51,638	50,191	50,593	52,346	53,893	55,137	2.3%	9.9%
Time deposits	28.9%	188,837	162,489	174,384	174,712	170,889	197,385	193,308	-2.1%	10.9%
Total Average Deposits	**100%**	**473,857**	**508,292**	**585,990**	**638,915**	**638,596**	**676,415**	**668,835**	**-1.1%**	**14.1%**
Core Deposit Mix		**60.1%**	**68.0%**	**70.2%**	**72.7%**	**73.2%**	**70.8%**	**71.1%**		

Source: Company reports and Raymond James research.

First Community Regional Peer Group Comparison

		Balance Sheet Ratios				Income Statement Ratios							Credit				Capital		
Company	Ticker	Assets ($M)	Core Deposits	Nonint Deposits	Loans/ Deposits	NIM	Loan Yields	Yield on Earning Assets	Cost of Deposits	Cost of Funds	Fee Income/ Revenue	Efficiency Ratio	NCOs/ Avg. Loans	NPAs/ Loans	Reserves/ Loans	Reserves/ NPAs	TCE ratio	Leverage Ratio	Tier 1 risk-based
South State Corporation	SSB	$7,826	81%	25%	89%	4.71%	5.58%	4.92%	0.14%	0.22%	24%	64%	0.12%	1.08%	0.72%	67%	8.3%	9.5%	13.6%
Carolina Financial Corporation	CARO	$1,199	63%	15%	81%	3.82%	5.20%	4.37%	0.40%	NA	31%	75%	-0.07%	0.85%	1.10%	129%	7.6%	9.5%	12.0%
Palmetto Bancshares, Inc.	PLMT	$1,119	82%	21%	87%	3.70%	4.54%	3.82%	0.05%	0.05%	25%	73%	0.33%	4.04%	1.60%	40%	11.9%	12.2%	15.0%
Southern First Bancshares, Inc.	SFST	$1,030	66%	18%	110%	3.75%	4.67%	4.49%	0.38%	NA	16%	58%	0.21%	2.12%	1.33%	63%	8.1%	9.5%	11.3%
CNB Corporation	CNBW	$982	62%	21%	55%	3.03%	5.60%	3.18%	0.23%	NA	16%	69%	0.18%	3.88%	2.05%	53%	9.9%	9.6%	18.4%
Security Federal Corporation	SFDL	$825	62%	NA	52%	3.13%	5.46%	3.65%	0.39%	NA	16%	76%	0.62%	7.37%	2.40%	33%	7.8%	9.5%	20.6%
Southcoast Financial Corporation	SOCB	$492	66%	17%	104%	3.89%	5.03%	4.54%	NA	NA	24%	59%	-0.19%	2.86%	1.33%	46%	10.1%	10.6%	14.2%
Tidelands Bancshares, Inc.	TDBK	$476	39%	6%	74%	3.02%	5.06%	4.24%	0.91%	NA	9%	97%	0.49%	9.86%	1.49%	15%	-1.9%	1.8%	2.5%
Coastal Banking Company, Inc.	CBCO	$422	55%	12%	95%	4.00%	5.90%	4.74%	0.58%	NA	73%	86%	0.10%	6.38%	1.62%	25%	6.6%	10.5%	21.6%
Bank of South Carolina Corporation	BKSC	$377	NA	NA	NA	NA	5.57%	4.22%	NA	NA	NA	NA	0.12%	NA	NA	NA	10.0%	9.4%	13.7%
First Reliance Bancshares, Inc.	FSRL	$368	74%	23%	90%	4.68%	5.78%	5.01%	0.24%	NA	23%	79%	0.79%	3.81%	1.17%	31%	5.6%	12.2%	15.1%
Greer Bancshares Incorporated	GRBS	$354	70%	18%	79%	3.04%	4.81%	3.82%	0.27%	NA	23%	72%	-0.18%	1.82%	1.50%	82%	6.1%	10.1%	15.5%
First Community Corporation	**FCCO**	**$812**	**71%**	**20%**	**66%**	**3.38%**	**4.98%**	**3.77%**	**0.26%**	**0.48%**	**25%**	**68%**	**0.18%**	**2.51%**	**0.92%**	**37%**	**8.4%**	**10.0%**	**16.1%**
Peer Group Medians:		**$492**	**66%**	**18%**	**83%**	**3.54%**	**5.06%**	**4.22%**	**0.27%**	**0.26%**	**23%**	**72%**	**0.18%**	**3.84%**	**1.50%**	**38%**	**8.1%**	**10.0%**	**15.1%**

Peer group consists of banks based in SC with assets between roughly $500 million and $10 billion and excludes Mutual Holding Companies. Data as of most recent quarter. Core deposits exclude all time deposits.

Note: Peer comparisons can be skewed during earnings reporting season due to the timing of reports. Credit metrics include covered NPA and Loan balances for banks that have acquired institutions with FDIC loss share arrangements which can skew credit metrics negatively. SNL calculates certain metrics differently than individual companies in some cases which can cause variance from our models.

Source: SNL Financial and Raymond James research

Select Valuation and Profitability Metrics

	Count	Mkt Cap (M)	Assets (M)	Valuation Metrics: P/TBV	FY15E P/E	FY16E P/E	Deposit Premium	Dividend Yield	Profitability Metrics: ROA (MRQ)	ROE (MRQ)	ROTCE (MRQ)	ROTCE (FY15E)	ROTCE (FY16E)	FY15E EPS Growth	FY16E EPS Growth
Industry Medians	**530**	**$176**	**$1,449**	**1.50x**	**14.8x**	**13.2x**	**5%**	**2.3%**	**0.87%**	**8.1%**	**9.5%**	**10.3%**	**10.9%**	**10%**	**11%**
Large Cap (>$10B)	14	$36,333	$249,368	1.42x	12.7x	11.4x	5%	2.2%	0.95%	8.1%	11.1%	11.4%	11.6%	5%	10%
Mid-Cap ($2B - $10B)	47	$3,191	$21,508	1.77x	16.3x	14.4x	8%	2.1%	0.93%	8.0%	10.8%	11.1%	11.7%	5%	12%
Small-Cap ($500M - $2B)	96	$840	$5,400	1.74x	14.6x	13.3x	8%	2.3%	1.04%	8.9%	11.7%	11.6%	12.1%	10%	10%
Micro-Cap (<$500M)	373	$112	$997	1.30x	14.7x	12.9x	3%	2.4%	0.81%	7.8%	8.7%	8.7%	9.3%	12%	13%
Regional Medians															
Mid-Atlantic	122	$141	$1,206	1.29x	14.9x	13.3x	5%	2.8%	0.83%	8.0%	8.9%	9.9%	10.1%	7%	11%
Midwest	136	$148	$1,298	1.24x	13.8x	12.9x	4%	2.1%	0.90%	8.4%	9.8%	10.7%	11.1%	9%	10%
New England	34	$182	$1,574	1.35x	16.2x	14.5x	5%	2.9%	0.67%	6.5%	9.0%	9.3%	10.1%	9%	15%
Southwest	25	$680	$4,807	1.66x	15.4x	13.8x	8%	2.1%	0.94%	9.3%	10.7%	10.8%	10.5%	4%	13%
West	86	$234	$1,701	1.32x	15.9x	14.2x	6%	2.3%	0.98%	8.3%	9.6%	10.6%	11.2%	14%	13%
Southeast	127	$184	$1,333	1.31x	15.0x	12.8x	5%	2.0%	0.85%	8.0%	9.1%	10.3%	10.8%	17%	15%

Priced as of April 21, 2015.

Note: Excludes banks with less than $500 million in assets, Mutual Holding Companies, and trust banks. Forward P/E and ROTE metrics are based on First Call consensus estimates.

Source: SNL Financial, Thomson One, and Raymond James research

First Community Corporation

Income Statement	2013	1Q14	2Q14	3Q14	4Q14	2014	1Q15	2Q15E	3Q15E	4Q15E	2015E	1Q16E	2Q16E	3Q16E	4Q16E	2016E
($ in thousands)	31-Dec	31-Mar	30-Jun	30-Sep	31-Dec	31-Dec	31-Mar	30-Jun	30-Sep	31-Dec	31-Dec	31-Mar	30-Jun	30-Sep	31-Dec	31-Dec
Net Interest Income	18,049	5,496	5,947	6,096	6,191	23,730	6,448	6,240	6,359	6,465	25,512	6,408	6,564	6,745	6,945	26,661
Provision for loan losses	528	150	400	152	178	880	406	175	200	225	1,006	200	250	250	275	975
Net Interest Income after Provision	**17,521**	**5,346**	**5,547**	**5,944**	**6,013**	**22,850**	**6,042**	**6,065**	**6,159**	**6,240**	**24,506**	**6,208**	**6,314**	**6,495**	**6,670**	**25,686**
Deposit service charges	1,507	366	379	400	372	1,517	347	346	360	343	1,397	359	351	365	348	1,423
Mortgage origination fees	3,767	619	702	1,016	849	3,186	735	845	930	855	3,365	813	935	1,028	925	3,700
Investment advisory fees and commissions	972	257	198	267	546	1,268	296	311	326	336	1,269	346	364	382	393	1,485
Gain on sale of securities	73	8	78	16	80	182	104	0	0	0	104	0	0	0	0	0
Gain (loss) on sale of other assets	(1)	12	(24)	10	(9)	(11)	4	0	0	0	4	0	0	0	0	0
Fair value gain (loss) adjustment	(2)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Loss on early extinguishment of debt	(141)	0	(67)	0	(284)	(351)	(103)	0	0	0	(103)	0	0	0	0	0
Other	2,016	613	633	591	585	2,422	598	601	604	607	2,410	607	610	613	613	2,443
Noninterest Income	**8,191**	**1,875**	**1,899**	**2,300**	**2,139**	**8,213**	**1,981**	**2,103**	**2,220**	**2,141**	**8,446**	**2,125**	**2,259**	**2,388**	**2,279**	**9,052**
Non-Operating items	(71)	20	(13)	26	(213)	(180)	5	0	0	0	5	0	0	0	0	0
Operating Noninterest Income	**8,262**	**1,855**	**1,912**	**2,274**	**2,352**	**8,393**	**1,976**	**2,103**	**2,220**	**2,141**	**8,441**	**2,125**	**2,259**	**2,388**	**2,279**	**9,052**
Total Revenue	**26,240**	**7,371**	**7,846**	**8,396**	**8,330**	**31,943**	**8,429**	**8,343**	**8,579**	**8,607**	**33,958**	**8,533**	**8,823**	**9,133**	**9,224**	**35,713**
Total Operating Revenue	**26,311**	**7,351**	**7,859**	**8,370**	**8,543**	**32,123**	**8,424**	**8,343**	**8,579**	**8,607**	**33,953**	**8,533**	**8,823**	**9,133**	**9,224**	**35,713**
Salaries and employee benefits	12,013	3,424	3,272	3,502	3,545	13,743	3,565	3,618	3,655	3,636	14,475	3,618	3,709	3,764	3,745	14,837
Occupancy	1,384	413	465	489	515	1,882	485	509	512	514	2,020	517	520	522	525	2,083
Equipment	1,206	339	375	414	377	1,505	402	402	404	406	1,614	408	410	412	414	1,645
Marketing and public relations	541	161	212	218	147	738	226	170	144	187	727	225	180	153	183	741
FDIC assessment	417	124	131	138	128	521	138	145	152	137	573	145	148	155	139	586
Other real estate expense	529	138	117	105	193	553	154	100	100	100	454	75	75	75	75	300
Amortization of intangibles	160	42	63	64	111	280	103	103	103	103	412	103	103	103	103	412
Other	4,172	1,385	1,150	1,130	1,073	4,738	1,027	1,032	1,037	1,042	4,139	1,048	1,053	1,058	1,063	4,222
Noninterest Expense	**20,422**	**6,026**	**5,785**	**6,060**	**6,089**	**23,960**	**6,100**	**6,080**	**6,107**	**6,127**	**24,414**	**6,139**	**6,197**	**6,242**	**6,248**	**24,826**
Non-Operating items	567	420	15	39	29	503	0	0	0	0	0	0	0	0	0	0
Operating Noninterest Expense	**19,855**	**5,606**	**5,770**	**6,021**	**6,060**	**23,457**	**6,100**	**6,080**	**6,107**	**6,127**	**24,414**	**6,139**	**6,197**	**6,242**	**6,248**	**24,826**
Income Before Tax	**5,290**	**1,195**	**1,661**	**2,184**	**2,063**	**7,103**	**1,923**	**2,088**	**2,272**	**2,255**	**8,538**	**2,194**	**2,377**	**2,641**	**2,701**	**9,912**
Income tax expense	1,153	333	460	632	557	1,982	516	585	636	631	2,368	636	689	766	783	2,875
GAAP Net Income	**4,137**	**862**	**1,201**	**1,552**	**1,506**	**5,121**	**1,407**	**1,504**	**1,636**	**1,624**	**6,170**	**1,558**	**1,688**	**1,875**	**1,917**	**7,038**
Operating Net Income	**4,286**	**1,151**	**1,221**	**1,561**	**1,660**	**5,593**	**1,381**	**1,504**	**1,636**	**1,624**	**6,144**	**1,558**	**1,688**	**1,875**	**1,917**	**7,038**
Diluted shares	5,317	6,229	6,719	6,727	6,734	6,607	6,665	6,669	6,673	6,677	6,671	6,681	6,685	6,689	6,693	6,687
GAAP EPS - diluted	$0.78	$0.14	$0.18	$0.23	$0.22	$0.78	$0.21	$0.23	$0.25	$0.24	$0.92	$0.23	$0.25	$0.28	$0.29	$1.05
Operating EPS - diluted	**$0.81**	**$0.18**	**$0.18**	**$0.23**	**$0.25**	**$0.85**	**$0.21**	**$0.23**	**$0.25**	**$0.24**	**$0.92**	**$0.23**	**$0.25**	**$0.28**	**$0.29**	**$1.05**
Financial Highlights																
TBV/share	$9.83	$9.40	$9.84	$9.95	$10.15	$10.15	$10.44	$10.60	$10.79	$10.97	$10.97	$11.14	$11.33	$11.55	$11.77	$11.77
TCE/Assets	8.2%	7.9%	8.4%	8.0%	8.4%	8.4%	8.4%	8.4%	8.4%	8.4%	8.4%	8.5%	8.5%	8.5%	8.5%	8.5%
Loans/Deposits	70%	68%	69%	65%	66%	66%	65%	66%	66%	69%	69%	67%	69%	69%	73%	73%
Loan Growth	4.7%	27.7%	0.2%	0.9%	-1.1%	27.7%	2.4%	0.5%	1.0%	2.0%	6.0%	0.5%	2.0%	1.5%	2.0%	6.1%
NPAs/Loans	2.50%	2.46%	2.56%	2.17%	2.13%	2.13%	1.92%	1.85%	1.78%	1.71%	1.71%	1.67%	1.59%	1.50%	1.44%	1.44%
NCOs/Avg. Loans	0.27%	0.20%	0.45%	0.05%	0.18%	0.22%	0.25%	0.10%	0.10%	0.14%	0.15%	0.12%	0.12%	0.12%	0.14%	0.13%
Reserves/Loans	1.21%	0.94%	0.91%	0.93%	0.93%	0.93%	0.94%	0.94%	0.95%	0.95%	0.95%	0.96%	0.96%	0.97%	0.97%	0.97%
NIM	3.18%	3.40%	3.38%	3.48%	3.36%	3.41%	3.62%	3.38%	3.36%	3.35%	3.43%	3.35%	3.36%	3.38%	3.41%	3.38%
G&A/Avg. Assets	3.23%	3.06%	3.21%	3.08%	2.95%	3.07%	3.00%	2.88%	2.84%	2.80%	2.88%	2.78%	2.77%	2.75%	2.71%	2.75%
Efficiency Ratio	75%	76%	73%	72%	71%	73%	72%	73%	71%	71%	72%	72%	70%	68%	68%	70%
Effective tax rate	21.8%	27.9%	27.7%	28.9%	27.0%	27.9%	26.8%	28.0%	28.0%	28.0%	27.7%	29.0%	29.0%	29.0%	29.0%	29.0%
ROA (operating)	0.70%	0.63%	0.68%	0.80%	0.81%	0.73%	0.68%	0.71%	0.76%	0.74%	0.72%	0.70%	0.75%	0.82%	0.83%	0.78%
ROE (operating)	8.0%	7.2%	7.0%	8.7%	9.0%	8.0%	7.3%	7.8%	8.4%	8.2%	7.9%	7.7%	8.3%	9.0%	9.1%	8.5%
ROTCE (operating)	8.1%	7.6%	7.6%	9.5%	9.9%	8.7%	8.0%	8.6%	9.1%	8.9%	8.7%	8.4%	9.0%	9.8%	9.8%	9.3%
Dividends per share	$0.22	$0.06	$0.06	$0.06	$0.06	$0.24	$0.07	$0.07	$0.07	$0.07	$0.28	$0.07	$0.07	$0.07	$0.07	$0.28
Core PTPP earnings	**6,985**	**1,883**	**2,206**	**2,454**	**2,676**	**9,219**	**2,478**	**2,363**	**2,572**	**2,580**	**9,993**	**2,469**	**2,702**	**2,966**	**3,051**	**11,187**
PTPP ROA	*1.14%*	*1.03%*	*1.23%*	*1.26%*	*1.30%*	*1.21%*	*1.22%*	*1.12%*	*1.20%*	*1.18%*	*1.18%*	*1.12%*	*1.21%*	*1.30%*	*1.32%*	*1.24%*

Source: Company reports and Raymond James research

First Community Corporation

Balance Sheet ($ in thousands)	4Q13 31-Dec	1Q14 31-Mar	2Q14 30-Jun	3Q14 30-Sep	4Q14 31-Dec	1Q15 31-Mar	2Q15E 30-Jun	3Q15E 30-Sep	4Q15E 31-Dec	1Q16E 31-Mar	2Q16E 30-Jun	3Q16E 30-Sep	4Q16E 31-Dec
Stated Equity	**52,671**	**68,765**	**70,992**	**72,563**	**74,528**	**76,548**	**77,583**	**78,751**	**79,906**	**80,995**	**82,213**	**83,618**	**85,066**
Intangibles	571	6,218	5,467	6,308	6,884	6,781	6,678	6,575	6,472	6,369	6,266	6,163	6,060
Tangible Common Equity	**52,100**	**62,547**	**65,525**	**66,255**	**67,644**	**69,767**	**70,905**	**72,176**	**73,434**	**74,626**	**75,947**	**77,455**	**79,006**
Book Value	$9.93	$10.34	$10.67	$10.89	$11.18	$11.45	$11.60	$11.77	$11.93	$12.09	$12.26	$12.47	$12.67
Tangible BV	**$9.83**	**$9.40**	**$9.84**	**$9.95**	**$10.15**	**$10.44**	**$10.60**	**$10.79**	**$10.97**	**$11.14**	**$11.33**	**$11.55**	**$11.77**
Shares Outstanding	5,303	6,652	6,656	6,660	6,664	6,684	6,688	6,692	6,696	6,700	6,704	6,708	6,712
Equity/Assets	8.3%	8.6%	9.0%	8.7%	9.2%	9.2%	9.1%	9.1%	9.1%	9.1%	9.1%	9.2%	9.1%
TCE ratio	**8.2%**	**7.9%**	**8.4%**	**8.0%**	**8.4%**	**8.4%**	**8.4%**	**8.4%**	**8.4%**	**8.5%**	**8.5%**	**8.5%**	**8.5%**
Leverage Ratio	10.77%	10.67%	10.10%	10.33%	10.02%	10.26%							
Tier 1 Capital Ratio	17.60%	15.67%	15.79%	15.78%	16.09%	15.95%							
Total Capital Ratio	18.68%	16.51%	16.61%	16.61%	16.91%	16.77%							
Total Assets	**633,309**	**797,873**	**786,687**	**830,917**	**812,363**	**835,819**	**852,535**	**865,323**	**882,630**	**887,043**	**904,784**	**913,832**	**932,108**
Other short-term investments	5,927	24,055	14,741	43,654	10,052	32,674							
Investment securities	227,030	255,484	250,775	263,924	282,814	274,094							
Loans held for sale	3,790	3,837	2,990	3,404	4,124	5,446							
Loans	**347,597**	**443,868**	**444,670**	**448,556**	**443,844**	**454,301**	**456,573**	**461,138**	**470,361**	**472,713**	**482,167**	**489,400**	**499,188**
Allowance for loan losses	(4,219)	(4,161)	(4,066)	(4,156)	(4,132)	(4,252)	(4,313)	(4,398)	(4,460)	(4,519)	(4,626)	(4,730)	(4,832)
Other assets	53,184	74,790	77,577	75,535	75,661	73,556							
Total Liabilities	**580,638**	**729,108**	**715,695**	**758,354**	**737,835**	**759,271**							
Total deposits	497,071	654,438	640,057	686,971	669,583	694,573	691,100	694,556	677,192	704,279	700,758	704,262	686,655
Securities sold under repo	18,634	19,492	16,374	17,650	17,383	16,684							
FHLB advances	43,325	34,321	37,916	32,312	28,807	27,552							
Junior sub debt	15,464	15,464	15,464	15,464	15,464	15,464							
Other liabilities	6,144	5,393	5,884	5,957	6,598	4,998							

Important Investor Disclosures

Raymond James & Associates (RJA) is a FINRA member firm and is responsible for the preparation and distribution of research created in the United States. Raymond James & Associates is located at The Raymond James Financial Center, 880 Carillon Parkway, St. Petersburg, FL 33716, (727) 567-1000. Non-U.S. affiliates, which are not FINRA member firms, include the following entities that are responsible for the creation and distribution of research in their respective areas: in Canada, Raymond James Ltd., Suite 2100, 925 West Georgia Street, Vancouver, BC V6C 3L2, (604) 659-8200; in Latin America, Raymond James Latin America, Ruta 8, km 17, 500, 91600 Montevideo, Uruguay, 00598 2 518 2033; in Europe, Raymond James Euro Equities SAS (also trading as Raymond James International), 40, rue La Boetie, 75008, Paris, France, +33 1 45 64 0500, and Raymond James Financial International Ltd., Bishopsgate Court, 4-12 Norton Folgate, London, England, E1 6DB, +44 207 426 5600.

This document is not directed to, or intended for distribution to or use by, any person or entity that is a citizen or resident of or located in any locality, state, country, or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation. The securities discussed in this document may not be eligible for sale in some jurisdictions. This research is not an offer to sell or the solicitation of an offer to buy any security in any jurisdiction where such an offer or solicitation would be illegal. It does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients. Past performance is not a guide to future performance, future returns are not guaranteed, and a loss of original capital may occur. **Investors should consider this report as only a single factor in making their investment decision.**

For clients in the United States: Any foreign securities discussed in this report are generally not eligible for sale in the U.S. unless they are listed on a U.S. exchange. This report is being provided to you for informational purposes only and does not represent a solicitation for the purchase or sale of a security in any state where such a solicitation would be illegal. Investing in securities of issuers organized outside of the U.S., including ADRs, may entail certain risks. The securities of non-U.S. issuers may not be registered with, nor be subject to the reporting requirements of, the U.S. Securities and Exchange Commission. There may be limited information available on such securities. Investors who have received this report may be prohibited in certain states or other jurisdictions from purchasing the securities mentioned in this report. Please ask your Financial Advisor for additional details and to determine if a particular security is eligible for purchase in your state.

The information provided is as of the date above and subject to change, and it should not be deemed a recommendation to buy or sell any security. Certain information has been obtained from third-party sources we consider reliable, but we do not guarantee that such information is accurate or complete. Persons within the Raymond James family of companies may have information that is not available to the contributors of the information contained in this publication. Raymond James, including affiliates and employees, may execute transactions in the securities listed in this publication that may not be consistent with the ratings appearing in this publication.

Additional information is available on request.

Analyst Information

Registration of Non-U.S. Analysts: The analysts listed on the front of this report who are not employees of Raymond James & Associates, Inc., are not registered/qualified as research analysts under FINRA rules, are not associated persons of Raymond James & Associates, Inc., and are not subject to NASD Rule 2711 and NYSE Rule 472 restrictions on communications with covered companies, public companies, and trading securities held by a research analyst account.

Analyst Holdings and Compensation: Equity analysts and their staffs at Raymond James are compensated based on a salary and bonus system. Several factors enter into the bonus determination including quality and performance of research product, the analyst's success in rating stocks versus an industry index, and support effectiveness to trading and the retail and institutional sales forces. Other factors may include but are not limited to: overall ratings from internal (other than investment banking) or external parties and the general productivity and revenue generated in covered stocks.

The views expressed in this report accurately reflect the personal views of the analyst(s) covering the subject securities. No part of said person's compensation was, is, or will be directly or indirectly related to the specific recommendations or views contained in this research report. In addition, said analyst has not received compensation from any subject company in the last 12 months.

Ratings and Definitions

Raymond James & Associates (U.S.) definitions

Strong Buy (SB1) Expected to appreciate, produce a total return of at least 15%, and outperform the S&P 500 over the next six to 12 months. For higher yielding and more conservative equities, such as REITs and certain MLPs, a total return of at least 15% is expected to be realized over the next 12 months.

Outperform (MO2) Expected to appreciate and outperform the S&P 500 over the next 12-18 months. For higher yielding and more conservative equities, such as REITs and certain MLPs, an Outperform rating is used for securities where we are comfortable with the relative safety of the dividend and expect a total return modestly exceeding the dividend yield over the next 12-18 months.

Market Perform (MP3) Expected to perform generally in line with the S&P 500 over the next 12 months.
Underperform (MU4) Expected to underperform the S&P 500 or its sector over the next six to 12 months and should be sold.
Suspended (S) The rating and price target have been suspended temporarily. This action may be due to market events that made coverage impracticable, or to comply with applicable regulations or firm policies in certain circumstances, including when Raymond James may be providing investment banking services to the company. The previous rating and price target are no longer in effect for this security and should not be relied upon.

Raymond James Ltd. (Canada) definitions

Strong Buy (SB1) The stock is expected to appreciate and produce a total return of at least 15% and outperform the S&P/TSX Composite Index over the next six months.
Outperform (MO2) The stock is expected to appreciate and outperform the S&P/TSX Composite Index over the next twelve months.
Market Perform (MP3) The stock is expected to perform generally in line with the S&P/TSX Composite Index over the next twelve months and is potentially a source of funds for more highly rated securities.
Underperform (MU4) The stock is expected to underperform the S&P/TSX Composite Index or its sector over the next six to twelve months and should be sold.

Raymond James Latin American rating definitions

Strong Buy (SB1) Expected to appreciate and produce a total return of at least 25.0% over the next twelve months.
Outperform (MO2) Expected to appreciate and produce a total return of between 15.0% and 25.0% over the next twelve months.
Market Perform (MP3) Expected to perform in line with the underlying country index.
Underperform (MU4) Expected to underperform the underlying country index.
Suspended (S) The rating and price target have been suspended temporarily. This action may be due to market events that made coverage impracticable, or to comply with applicable regulations or firm policies in certain circumstances, including when Raymond James may be providing investment banking services to the company. The previous rating and price target are no longer in effect for this security and should not be relied upon.

Raymond James Europe rating definitions

Strong Buy (1) Expected to appreciate, produce a total return of at least 15%, and outperform the Stoxx 600 over the next 6 to 12 months.
Outperform (2) Expected to appreciate and outperform the Stoxx 600 over the next 12 months.
Market Perform (3) Expected to perform generally in line with the Stoxx 600 over the next 12 months.
Underperform (4) Expected to underperform the Stoxx 600 or its sector over the next 6 to 12 months.
Suspended (S) The rating and target price have been suspended temporarily. This action may be due to market events that made coverage impracticable, or to comply with applicable regulations or firm policies in certain circumstances, including when Raymond James may be providing investment banking services to the company. The previous rating and target price are no longer in effect for this security and should not be relied upon.

In transacting in any security, investors should be aware that other securities in the Raymond James research coverage universe might carry a higher or lower rating. Investors should feel free to contact their Financial Advisor to discuss the merits of other available investments.

Rating Distributions

	Coverage Universe Rating Distribution*				Investment Banking Distribution			
	RJA	RJL	RJ LatAm	RJ Europe	RJA	RJL	RJ LatAm	RJ Europe
Strong Buy and Outperform (Buy)	54%	65%	50%	46%	24%	45%	0%	0%
Market Perform (Hold)	40%	33%	50%	29%	10%	17%	0%	0%
Underperform (Sell)	6%	2%	0%	25%	2%	0%	0%	0%

* Columns may not add to 100% due to rounding.

Suitability Categories (SR)

Total Return (TR) Lower risk equities possessing dividend yields above that of the S&P 500 and greater stability of principal.

Growth (G) Low to average risk equities with sound financials, more consistent earnings growth, at least a small dividend, and the potential for long-term price appreciation.

Aggressive Growth (AG) Medium or higher risk equities of companies in fast growing and competitive industries, with less predictable earnings and acceptable, but possibly more leveraged balance sheets.

High Risk (HR) Companies with less predictable earnings (or losses), rapidly changing market dynamics, financial and competitive issues, higher price volatility (beta), and risk of principal.

Venture Risk (VR) Companies with a short or unprofitable operating history, limited or less predictable revenues, very high risk associated with success, and a substantial risk of principal.

Raymond James Relationship Disclosures

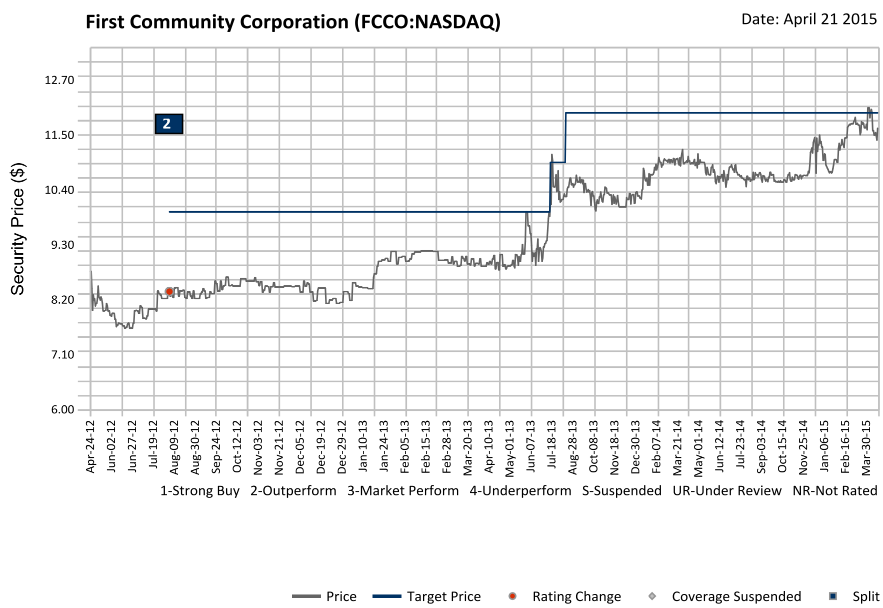
Raymond James expects to receive or intends to seek compensation for investment banking services from the subject companies in the next three months.

Company Name	Disclosure
First Community Corporation	Raymond James & Associates makes a market in shares of FCCO. Raymond James & Associates received non-investment banking securities-related compensation from FCCO within the past 12 months.

Stock Charts, Target Prices, and Valuation Methodologies

Valuation Methodology: The Raymond James methodology for assigning ratings and target prices includes a number of qualitative and quantitative factors including an assessment of industry size, structure, business trends and overall attractiveness; management effectiveness; competition; visibility; financial condition, and expected total return, among other factors. These factors are subject to change depending on overall economic conditions or industry- or company-specific occurrences. Only stocks rated Strong Buy (SB1) or Outperform (MO2) have target prices and thus valuation methodologies.

Target Prices: The information below indicates our target price and rating changes for FCCO stock over the past three years.



Rating & Target changes

Date	Curr.	Price	Target	Rating
Aug-15-13	$	10.31	12.00	2
Jul-17-13	$	10.21	11.00	2
Aug-06-12	$	8.39	10.00	2

Valuation Methodology: For First Community Corporation, our valuation methodology utilizes a 12-month estimate of intrinsic value and also takes into consideration the company's price/tangible book value and P/E ratio in comparison to its return on tangible equity and its peer group.

Risk Factors

General Risk Factors: Following are some general risk factors that pertain to the projected target prices included on Raymond James research: (1) Industry fundamentals with respect to customer demand or product / service pricing could change and adversely impact expected revenues and earnings; (2) Issues relating to major competitors or market shares or new product expectations could change investor attitudes toward the sector or this stock; (3) Unforeseen developments with respect to the management, financial condition or accounting policies or practices could alter the prospective valuation; or (4) External factors that affect the U.S. economy, interest rates, the U.S. dollar or major segments of the economy could alter investor confidence and investment prospects. International investments involve additional risks such as currency fluctuations, differing financial accounting standards, and possible political and economic instability.

Specific Investment Risks Related to the Industry or Issuer

Banking Industry Risk Factors
Risks include various geopolitical and macroeconomic variables, including credit quality deterioration, sudden changes in interest rates, M&A risk related to deal announcements, integration risk, and regulatory and mortgage-related concerns. Furthermore, competition for loans and deposits could exert downward pressure on revenue growth.

Company-Specific Risks for First Community Corporation

Interest Rate Risk
As a commercial bank, First Community's revenue stream is sensitive to changes in interest rates, and earnings estimates could vary based on changes in the slope of the yield curve.

Credit Risk
First Community originates residential, commercial, and consumer loans, which may enter default, especially during times of economic stress. Depending on the health of the economy and the creditworthiness of its borrowers, loans could default more rapidly than anticipated, which could translate into higher losses at the bank.

Macroeconomic Risk
If unemployment levels rise or if the housing market weakens further, credit losses could accelerate more rapidly than anticipated, causing downside to our earnings expectations. Conversely, if unemployment levels decline and the housing market strengthens meaningfully, or if losses in weak markets are less than expected, there could be upside to our estimates.

Competition
Substantial competition exists in all of First Community's primary markets, from domestic banks and thrifts, foreign banks, and specialty finance companies. The level and aggressiveness of competition could lead to adverse pressures on both asset yields and funding costs, which could negatively impact First Community's margins and pressure its profitability.

Regulatory Reform
With the myriad regulatory and legislative changes facing the industry, these amendments will pressure fee income across the industry. First Community's asset size excludes it from the new debit interchange provision in the Durbin amendment under the Dobb-Frank Act; however, competitive industry pressures will likely force the company to charge similar fees in order to compete, which will ultimately impact profitability.

Acquisition Risk
In August 2013, the company announced the acquisition of Savannah River Financial Corporation. While credit risk is limited from this acquisition, in our view, given credit quality metrics of the acquired loan portfolio, integration risk exists. The Savannah River acquisition poses execution risk, and the ability of management to achieve revenue and expense goals is not a given.

Additional Risk and Disclosure information, as well as more information on the Raymond James rating system and suitability categories, is available at rjcapitalmarkets.com/Disclosures/index. Copies of research or Raymond James' summary policies relating to research analyst independence can be obtained by contacting any Raymond James & Associates or Raymond James Financial Services office (please see raymondjames.com for office locations) or by calling 727-567-1000, toll free 800-237-5643 or sending a written request to the Equity Research Library, Raymond James & Associates, Inc., Tower 3, 6th Floor, 880 Carillon Parkway, St. Petersburg, FL 33716.

For clients in the United Kingdom:

For clients of Raymond James & Associates (London Branch) and Raymond James Financial International Limited (RJFI): This document and any investment to which this document relates is intended for the sole use of the persons to whom it is addressed, being persons who are Eligible Counterparties or Professional Clients as described in the FCA rules or persons described in Articles 19(5) (Investment professionals) or 49(2) (High net worth companies, unincorporated associations etc) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended) or any other person to whom this promotion may lawfully be directed. It is not intended to be distributed or passed on, directly or indirectly, to any other class of persons and may not be relied upon by such persons and is therefore not intended for private individuals or those who would be classified as Retail Clients.

For clients of Raymond James Investment Services, Ltd.: This report is for the use of professional investment advisers and managers and is not intended for use by clients.

For purposes of the Financial Conduct Authority requirements, this research report is classified as independent with respect to conflict of interest management. RJA, RJFI, and Raymond James Investment Services, Ltd. are authorised and regulated by the Financial Conduct Authority in the United Kingdom.

For clients in France:

This document and any investment to which this document relates is intended for the sole use of the persons to whom it is addressed, being persons who are Eligible Counterparties or Professional Clients as described in "Code Monétaire et Financier" and Règlement Général de l'Autorité des Marchés Financiers. It is not intended to be distributed or passed on, directly or indirectly, to any other class of persons and may not be relied upon by such persons and is therefore not intended for private individuals or those who would be classified as Retail Clients.

For institutional clients in the European Economic Area (EEA) outside of the United Kingdom:

This document (and any attachments or exhibits hereto) is intended only for EEA institutional clients or others to whom it may lawfully be submitted.

For Canadian clients:

This report is not prepared subject to Canadian disclosure requirements, unless a Canadian analyst has contributed to the content of the report. In the case where there is Canadian analyst contribution, the report meets all applicable IIROC disclosure requirements.

Proprietary Rights Notice: By accepting a copy of this report, you acknowledge and agree as follows:

This report is provided to clients of Raymond James only for your personal, noncommercial use. Except as expressly authorized by Raymond James, you may not copy, reproduce, transmit, sell, display, distribute, publish, broadcast, circulate, modify, disseminate or commercially exploit the information contained in this report, in printed, electronic or any other form, in any manner, without the prior express written consent of Raymond James. You also agree not to use the information provided in this report for any unlawful purpose.

This report and its contents are the property of Raymond James and are protected by applicable copyright, trade secret or other intellectual property laws (of the United States and other countries). United States law, 17 U.S.C. Sec.501 et seq, provides for civil and criminal penalties for copyright infringement.