

FEDERAL DEPOSIT INSURANCE CORPORATION

WASHINGTON, D.C. 20429

FORM 8-K

CURRENT REPORT

**PURSUANT TO SECTION 13 OR 15(D) OF THE
SECURITIES EXCHANGE ACT OF 1934**

Date of Report (date of earliest event reported): July 28, 2009

SIGNATURE BANK

(Exact name of registrant as specified in its charter)

NEW YORK
(State or other jurisdiction
of incorporation)

13-4149421
(IRS Employer
Identification No.)

565 FIFTH AVENUE
NEW YORK, NEW YORK
(Address of principal executive offices)

10017
(Zip Code)

Registrant's telephone number, including area code: (646) 822-1402

NOT APPLICABLE

(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (*see* General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Item 2.02 Results of Operations and Financial Condition.

The following information is being furnished under Item 2.02 — Results of Operations and Financial Condition.

On July 28, 2009, Signature Bank issued a press release regarding its results of operations for the quarter ended June 30, 2009. The press release is attached as Exhibit 99.1 to this report and is incorporated by reference into this item.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report on Form 8-K to be signed on its behalf by the undersigned, thereunto duly authorized.

Dated: July 28, 2009

SIGNATURE BANK

By: /s/ Eric R. Howell _____

Eric R. Howell

Title: Executive Vice President and Chief
Financial Officer

EXHIBIT INDEX

99.1 Press Release, dated June 30, 2009



FOR IMMEDIATE RELEASE

JULY 28, 2009

For Further Information:

Investor Contact:

Eric R. Howell, Chief Financial Officer

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SIGNATURE BANK REPORTS 2009 SECOND QUARTER RESULTS

- *Net Income for the Quarter Reached \$12.0 Million, or \$0.32 Diluted Earnings Per Share, Compared with \$10.9 Million, or \$0.36 Diluted Earnings Per Share, for the 2008 Second Quarter*
- *Excluding the After Tax Effect of the FDIC Special Assessment of \$3.5 Million, Net Income for the Quarter Was \$13.9 Million, or \$0.38 Diluted Earnings Per Share, Up 28.5 Percent*
- *Deposits for the Quarter Rose \$266.8 Million, Totaling \$6.10 Billion. Overall Deposit Growth at \$1.24 Billion, or 25.4 Percent, from Second Quarter of 2008. Average Deposits in the Quarter were \$5.88 Billion, an Increase of \$399.9 Million, or 7.3 Percent, Versus the 2009 First Quarter*
- *Record Core Deposit Growth of \$470.0 Million, or 8.8 Percent, for the Quarter*
- *Loans Increased \$199.9 Million, or 5.6 Percent, to \$3.77 Billion for the Quarter*
- *Total Non-Performing Loans Remained Stable at \$47.9 Million or 1.27 Percent of Total Loans, Compared with \$45.1 Million or 1.26 Percent of Total Loans at March 31, 2009*
- *Bank Successfully Raised \$127.1 Million in Public Offering During Second Quarter*
- *Tangible Common Equity, Tier One Leverage Capital and Total Risk-Based Capital Ratios of 9.34 Percent, 10.65 Percent and 16.11 Percent, Respectively, Remain Significantly Above Those Required to Meet FDIC "Well Capitalized" Standards and Among Highest in the Industry*
- *Net Interest Margin on a Tax-equivalent Basis Expanded Two Basis Points to 3.39 Percent When Compared with the 2009 First Quarter*
- *Eight Private Client Banking Teams Joined the Bank During the Quarter; Total of Ten Teams Added in the First Half of 2009*

- more -

NEW YORK ... July 28, 2009 ... Signature Bank (Nasdaq: SBNY), a New York-based full-service commercial bank, today announced results for its 2009 second quarter ended June 30, 2009.

Net income for the 2009 second quarter reached \$12.0 million, or \$0.32 diluted earnings per share, compared with \$10.9 million, or \$0.36 diluted earnings per share, for the 2008 second quarter. Excluding the after tax effect of the FDIC Special Assessment of \$3.5 million, net income for the quarter was \$13.9 million, or \$0.38 diluted earnings per share, an increase of 28.5 percent.

The increase in second quarter net income is attributable to various factors, including record core deposit growth, solid loan growth, and net interest margin expansion. These factors were partially offset by increases in non-interest expense, including the FDIC special assessment, and the provision for loan losses.

Net interest income for the 2009 second quarter was \$60.5 million, an increase of \$15.5 million, or 34.4 percent, when compared with the comparable period a year ago. Total assets were \$7.88 billion at June 30, 2009, growing \$689.0 million, or 9.6 percent, when compared with \$7.19 billion at December 31, 2008. Average assets for the second quarter of 2009 were \$7.51 billion, an increase of \$1.40 billion, or 22.8 percent, from the second quarter of 2008.

Deposits during the second quarter of 2009 grew \$266.8 million, or 4.6 percent, to \$6.10 billion at June 30, 2009. Core deposits increased \$470.0 million, or 8.8 percent along with decreases of \$151.8 million in short-term escrow deposits and \$51.4 million in brokered deposits. When compared with deposits at December 31, 2008, the overall deposit growth during the past six months represents an increase of \$715.1 million, or 13.3 percent. Core deposits grew \$784.3 million, or 15.6 percent, during the six months ended June 30, 2009.

"This quarter was highlighted by several achievements, most notably our record core deposit growth. We have again demonstrated that our depositor-focused model continues to distinguish Signature Bank in the marketplace, particularly during these turbulent times," Joseph J. DePaolo, Signature Bank President and Chief Executive Officer noted.

"During the quarter, we also made a significant investment in our future with the hiring of eight private client banking teams. We will continue to use our established platform to recruit additional seasoned banking professionals who know that, at Signature Bank, they can provide a high level of client care from a safe institution with strong financial performance and a solid capital position," DePaolo explained.

Scott A. Shay, Chairman of the Board, added: "Our reputation as a bank with a sound balance sheet and an abundant capital base is growing in the marketplace as evidenced by our largest quarterly core deposit growth since we opened. We continue to put depositor safety as our first priority as demonstrated by our successful completion of common equity offerings of over \$275 million since September 2008. By always thinking of depositors first, we are building our franchise to be a safe, 'sleep at night' bank."

Capital

Signature Bank's already strong capital ratios were further strengthened by the public offering of \$127.1 million of common stock during the 2009 second quarter. The Bank's tangible common equity, tier one leverage, tier one risk-based, and total risk-based capital ratios were approximately 9.34 percent, 10.65 percent, 15.26 percent and 16.11 percent, respectively, as of June 30, 2009, well in excess of regulatory requirements. The risk-based ratios also reflect the relatively low risk profile of the Bank's balance sheet.

Net Interest Income

Net interest income on a tax-equivalent basis for the 2009 second quarter was \$60.6 million, an increase of \$15.4 million, or 34.1 percent, from the 2008 second quarter. Average interest-earning assets for the 2009 second quarter rose \$1.39 billion, or 24.1 percent, from the same period last year. Yield on interest-earning assets for the 2009 second quarter decreased 13 basis points, to 5.08 percent, compared with the second quarter of last year. The decrease was primarily due to lower prevailing interest rates.

Average costs of deposits and average costs of funds for the 2009 second quarter decreased by 33 and 34 basis points to 1.40 percent and 1.78 percent, respectively, when compared with the second quarter a year ago. These decreases were predominantly due to lower prevailing interest rates.

Net interest margin on a tax-equivalent basis for the 2009 second quarter increased 25 basis points to 3.39 percent compared with the same period a year ago. On a linked-quarter basis, net interest margin increased two basis points. The linked-quarter increase was predominantly due to the reduction in the cost of deposits as a result of lower prevailing interest rates.

Provision for Loan Losses

The provision for loan losses for the 2009 second quarter was \$9.4 million, up \$3.4 million, or 55.8 percent, versus the second quarter of last year and down \$200,000 from \$9.6 million for the first quarter of 2009. The increase was primarily driven by the growth in the loan portfolio, combined with an increase in non-performing loans and provisions to recognize the effect on the Bank's loan portfolio of the deteriorating economic environment.

Net charge-offs for the second quarter of 2009 were \$4.4 million, or 0.48 percent annualized, compared with \$7.2 million, or 0.82 percent, for the 2009 first quarter and \$1.4 million, or 0.23 percent, for the 2008 second quarter.

Non-Interest Income and Non-Interest Expense

Non-interest income for the 2009 second quarter was \$7.3 million, a decrease of \$2.5 million when compared with \$9.8 million reported in the second quarter of 2008. The decrease was primarily a result of a decrease in commissions and trading income. Commissions earned on off-balance sheet money market funds were negatively affected due to the current low interest rate environment. The decline in trading income was due to a mark-to-market decrease of \$1.5 million on credit default swaps we maintain to hedge certain corporate debt securities.

Non-interest expense for the second quarter of 2009 was \$38.9 million, an increase of \$8.2 million, or 26.7 percent, versus \$30.7 million reported in the second quarter of 2008. The increase for the quarter was primarily a result of the addition of new private client banking teams and offices, growth in client activity, additional costs of \$1.4 million related to FDIC deposit assessment fees and the FDIC deposit guarantee program and additional expense of \$3.5 million for the FDIC special assessment fee.

The Bank's efficiency ratio increased to 57.4 percent for the 2009 second quarter versus 56.0 percent for the 2008 second quarter. The Bank's efficiency ratio for the quarter was negatively impacted by the increase in FDIC fees, especially the special assessment fee of \$3.5 million. Excluding the FDIC special assessment fee, the efficiency ratio was 52.2 percent.

Loans

Loans, excluding loans held for sale, increased \$199.9 million, or 5.6 percent, to \$3.77 billion at June 30, 2009, versus \$3.57 billion at March 31, 2009. At June 30, 2009, loans were 47.8 percent of total assets, compared with 48.0 percent at March 31, 2009. Average loans, excluding loans held for sale, reached \$3.67 billion in the second quarter of 2009, growing \$150.3 million, or 4.3 percent, since March 31, 2009.

At June 30, 2009, non-performing loans were \$47.9 million, representing 1.27 percent of total loans and 0.61 percent of total assets, compared with non-performing loans of \$45.1 million, or 1.26 percent of total loans, at March 31, 2009 and \$29.1 million, or 1.1 percent of total loans, at June 30, 2008. At the end of the second quarter of 2009, the ratio of allowance for loan losses to total loans was at 1.18 percent, versus 1.11 percent at March 31, 2009 and 1.03 percent at June 30, 2008.

Conference Call

Signature Bank's management will host a conference call to review results of the 2009 second quarter on Tuesday, July 28, 2009, at 10:00 AM ET. All participants should dial 480-629-9770 at least ten minutes prior to the start of the call.

To hear a live web simulcast or to listen to the archived web cast following completion of the call, please visit the Bank's web site at www.signatureny.com, click on the "Investor Relations" tab, then select "Company News," followed by "Conference Calls," to access the link to the call. To listen to a telephone replay of the conference call, please dial 303-590-3030 and enter reservation identification number 4121600. The replay will be available from approximately 12:00 PM ET on Tuesday, July 28, 2009, through 11:59 PM ET on Friday, July 31, 2009.

About Signature Bank

Signature Bank, member FDIC, is a New York-based full-service commercial bank with 22 private client offices located in the New York metropolitan area, serving the needs of privately owned businesses, their owners and senior managers through dozens of private client groups. The Bank offers a wide variety of business and personal banking products and services as well as investment, brokerage, asset management and insurance products and services through its subsidiary, Signature Securities Group Corporation, a licensed broker-dealer, investment adviser and member FINRA/SIPC.

Signature Bank's 22 offices are located throughout the metropolitan New York area. In Manhattan - 261 Madison Avenue; 300 Park Avenue; 71 Broadway; 565 Fifth Avenue; 950 Third Avenue; 200 Park Avenue South and 1020 Madison Avenue. Brooklyn - 26 Court Street; 84 Broadway and 6321 New Utrecht Avenue. Westchester - 1C Quaker Ridge Road, New Rochelle and 360 Hamilton Avenue, White Plains. Long Island - 1225 Franklin Avenue, Garden City; 279 Sunrise Highway, Rockville Centre; 68 South Service Road, Melville; 923 Broadway, Woodmere; 40 Cuttermill Road, Great Neck and 100 Jericho Quadrangle, Jericho. Queens - 36-36 33rd Street, Long Island City and 78-27 37th Avenue, Jackson Heights. Bronx - 421 Hunts Point Avenue, Bronx. Staten Island - 2066 Hylan Blvd.

For more information, please visit www.signatureny.com.

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This press release and oral statements made from time to time by our representatives contain "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995 that are subject to risks and uncertainties. Forward-looking statements include information concerning our future results, interest rates and the interest rate environment, loan and deposit growth, loan performance, operations, capitalization, new private client team hires, new office openings, the regulatory environment and business strategy. These statements often include words such as "may," "believe," "expect," "anticipate," "intend," "plan," "estimate" or other similar expressions. As you consider forward-looking statements, you should understand that these statements are not guarantees of performance or results. They involve risks, uncertainties and assumptions that could cause actual results to differ materially from those in the forward-looking statements. These factors include but are not limited to: (i) prevailing economic and regulatory conditions; (ii) changes in interest rates, loan demand, real estate values and competition, which can materially affect origination levels and gain on sale results in our business, as well as other aspects of our financial performance; (iii) the level of defaults, losses and prepayments on loans made by us, whether held in portfolio or sold in the whole loan secondary markets, which can materially affect charge-off levels and required credit loss reserve levels; and (iv) competition for qualified personnel and desirable office locations. Additional risks are described in our quarterly and annual reports filed with the FDIC. You should keep in mind that any forward-looking statements made by Signature Bank speak only as of the date on which they were made. New risks and uncertainties come up from time to time, and we cannot predict these events or how they may affect the Bank. Signature Bank has no duty to, and does not intend to, update or revise the forward-looking statements after the date on which they are made. In light of these risks and uncertainties, you should keep in mind that any forward-looking statement made in this release or elsewhere might not reflect actual results.

- FINANCIAL TABLES ATTACHED -

- more -

SIGNATURE BANK
CONSOLIDATED STATEMENTS OF OPERATIONS
(unaudited)

	<i>Three months ended</i>		<i>Six months ended</i>	
	<i>June 30,</i>		<i>June 30,</i>	
<i>(dollars in thousands, except per share amounts)</i>	2009	2008	2009	2008
INTEREST AND DIVIDEND INCOME				
Loans held for sale	\$ 446	1,223	1,151	2,544
Loans, net	50,895	35,260	98,550	69,378
Securities available-for-sale	36,380	34,013	73,448	68,378
Securities held-to-maturity	2,707	3,231	5,371	7,112
Other short-term investments	478	1,101	600	2,553
Total interest income	90,906	74,828	179,120	149,965
INTEREST EXPENSE				
Deposits	20,511	20,320	41,441	45,580
Federal funds purchased and securities sold under agreements to repurchase	7,252	6,930	14,465	13,381
Federal Home Loan Bank advances	2,597	2,495	5,166	4,673
Other short-term borrowings	-	30	-	61
Total interest expense	30,360	29,775	61,072	63,695
Net interest income before provision for loan losses	60,546	45,053	118,048	86,270
Provision for loan losses	9,402	6,035	18,997	12,437
Net interest income after provision for loan losses	51,144	39,018	99,051	73,833
NON-INTEREST INCOME				
Commissions	2,654	4,993	5,472	9,331
Fees and service charges	3,294	3,395	6,613	6,992
Net gains on sales of securities	2,100	1,353	4,709	2,857
Net gains on sales of loans	382	419	868	911
Other-than-temporary impairment losses on securities	(2,335)	(937)	(2,335)	(1,640)
Portion of loss recognized in other comprehensive income (before taxes)	2,158	-	2,158	-
Net impairment losses on securities recognized in earnings	(177)	(937)	(177)	(1,640)
Trading (loss) income	(1,483)	6	(691)	6
Other income	547	539	919	1,168
Total non-interest income	7,317	9,768	17,713	19,625
NON-INTEREST EXPENSE				
Salaries and benefits	21,410	18,722	41,883	35,879
Occupancy and equipment	3,325	3,116	6,688	6,384
Other general and administrative	14,184	8,877	24,340	17,014
Total non-interest expense	38,919	30,715	72,911	59,277
Income before income taxes	19,542	18,071	43,853	34,181
Income tax expense	7,565	7,219	17,264	13,479
Net income	11,977	10,852	26,589	20,702
Dividends on preferred stock and related discount accretion	-	-	12,203	-
Net income available to common shareholders	\$ 11,977	10,852	14,386	20,702
PER COMMON SHARE DATA				
Earnings per share – basic (1)	\$ 0.33	0.36	0.40	0.70
Earnings per share – diluted (1)	\$ 0.32	0.36	0.40	0.69

(1) For the six months ended June 30, 2009, includes the negative effect of the \$10.2 million deemed dividend associated with the difference between the redemption payment and the carrying value of the preferred stock repurchased from the United States Department of the Treasury.

SIGNATURE BANK
CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION

	June 30, 2009 (unaudited)	December 31, 2008
<i>(dollars in thousands, except per share amounts)</i>		
ASSETS		
Cash and due from banks	\$ 158,290	111,927
Short-term investments	104,039	4,330
Total cash and cash equivalents	262,329	116,257
Securities available-for-sale (pledged \$1,760,883 at June 30, 2009 and \$1,812,790 at December 31, 2008)	3,186,425	2,906,059
Securities held-to-maturity (fair value \$235,504 at June 30, 2009 and \$230,539 at December 31, 2008; pledged \$157,935 at June 30, 2009 and \$148,239 at December 31, 2008)	250,428	236,531
Federal Home Loan Bank stock	21,881	18,411
Loans held for sale	182,287	217,680
Loans, net	3,722,784	3,433,555
Premises and equipment, net	32,445	33,221
Accrued interest and dividends receivable	37,340	36,326
Other assets	185,293	194,159
Total assets	\$ 7,881,212	7,192,199
LIABILITIES AND SHAREHOLDERS' EQUITY		
Deposits		
Non-interest-bearing	1,589,878	1,563,407
Interest-bearing	4,513,118	3,824,479
Total deposits	6,102,996	5,387,886
Federal funds purchased and securities sold under agreements to repurchase	677,000	785,000
Federal Home Loan Bank advances	260,000	260,000
Other short-term borrowings	9,435	4,900
Accrued expenses and other liabilities	95,579	56,278
Total liabilities	7,145,010	6,494,064
Shareholders' equity		
Preferred stock, par value \$.01; 61,000,000 shares authorized; none issued at June 30, 2009; 120,000 shares with \$1,000 liquidation value issued and outstanding at December 31, 2008, net of discount	-	109,314
Common stock, par value \$.01; 64,000,000 shares authorized; 40,593,409 and 35,244,946 shares issued and outstanding at June 30, 2009 and December 31, 2008	406	352
Additional paid-in capital	664,809	534,458
Retained earnings	136,849	116,707
Net unrealized depreciation on securities, net of tax	(65,862)	(62,696)
Total shareholders' equity	736,202	698,135
Total liabilities and shareholders' equity	\$ 7,881,212	7,192,199

SIGNATURE BANK
FINANCIAL SUMMARY, CAPITAL RATIOS, ASSET QUALITY
(unaudited)

	<i>Three months ended</i>		<i>Six months ended</i>	
	June 30, 2009	June 30, 2008	June 30, 2009	June 30, 2008
<i>(dollars in thousands, except ratios and per share amounts)</i>				
PER COMMON SHARE				
Net income - basic (1)	\$ 0.33	\$ 0.36	\$ 0.40	\$ 0.70
Net income - diluted (1)	\$ 0.32	\$ 0.36	\$ 0.40	\$ 0.69
Average shares outstanding - basic	36,655	29,776	35,964	29,740
Average shares outstanding - diluted	36,972	30,062	36,293	30,076
Book value	\$ 18.14	\$ 14.31	\$ 18.14	\$ 14.31
SELECTED FINANCIAL DATA				
Return on average total assets	0.64%	0.71%	0.73%	0.70%
Return on average shareholders' equity	7.29%	10.16%	7.48%	9.77%
Return on average common shareholders' equity	7.29%	10.16%	4.38%	9.77%
Efficiency ratio (2)	57.35%	56.03%	53.71%	55.98%
Efficiency ratio excluding write-down for other than temporary impairment of securities (2)	57.20%	55.09%	53.64%	55.12%
Yield on interest-earning assets	5.08%	5.20%	5.14%	5.36%
Yield on interest-earning assets, tax-equivalent basis (3)	5.08%	5.21%	5.14%	5.37%
Cost of deposits and borrowings	1.78%	2.12%	1.85%	2.34%
Net interest margin	3.39%	3.13%	3.39%	3.08%
Net interest margin, tax-equivalent basis (3)	3.39%	3.14%	3.39%	3.09%

(1) For the six months ended June 30, 2009, includes the negative effect of the \$10.2 million deemed dividend associated with the difference between the redemption payment and the carrying value of the preferred stock repurchased from the U.S. Treasury.

(2) The efficiency ratio is calculated by dividing non-interest expense by the sum of net interest income before provision for loan losses and other non-interest income.

(3) Presented using a 35 percent federal tax rate.

	June 30, 2009	March 31, 2009	December 31, 2008	June 30, 2008
CAPITAL RATIOS				
Tangible common equity (4)	9.34%	7.83%	8.19%	6.69%
Tier one leverage	10.65%	9.00%	10.61%	7.64%
Tier one risk-based	15.26%	13.44%	17.00%	12.63%
Total risk-based	16.11%	14.25%	17.83%	13.39%
ASSET QUALITY				
Non-performing loans	\$ 47,884	\$ 45,092	\$ 31,885	\$ 29,097
Allowance for loan losses	\$ 44,430	\$ 39,432	\$ 36,987	\$ 27,820
Allowance for loan losses to non-performing loans	92.79%	87.45%	116.00%	95.61%
Allowance for loan losses to total loans	1.18%	1.11%	1.07%	1.03%
Non-performing loans to total loans	1.27%	1.26%	0.92%	1.07%
Quarterly net charge-offs to average loans (annualized)	0.48%	0.82%	0.32%	0.23%

(4) We define tangible common equity as the ratio of tangible common equity to adjusted tangible assets (the "TCE ratio") and calculate this ratio by dividing total consolidated common shareholders' equity by consolidated total assets, after reducing both amounts by goodwill and other intangible assets net of related deferred taxes. For the periods presented in the table above, we did not have or record any goodwill or other intangible assets. As a result, our TCE ratio was calculated for the periods presented by dividing total common shareholders' equity by total assets without a reduction for goodwill or other intangible assets. Tangible common equity is considered to be a non-GAAP financial measure and should be considered in addition to, not as a substitute for or superior to, financial measures determined in accordance with GAAP. The TCE ratio is a metric used by management to evaluate the adequacy of our capital levels.

SIGNATURE BANK
NET INTEREST MARGIN ANALYSIS
(unaudited)

	<i>Three months ended June 30, 2009</i>			<i>Three months ended June 30, 2008</i>		
	Average Balance	Interest Income/ Expense	Average Yield/ Rate	Average Balance	Interest Income/ Expense	Average Yield/ Rate
<i>(dollars in thousands)</i>						
INTEREST-EARNING ASSETS						
Short-term investments	\$ 140,320	71	0.20%	125,459	781	2.50%
Investment securities	3,266,167	39,494	4.84%	3,116,903	37,564	4.82%
Commercial loans and commercial mortgages (1)	3,334,181	45,831	5.51%	2,127,621	30,167	5.70%
Residential mortgages	178,152	2,437	5.47%	176,011	2,518	5.72%
Consumer loans	158,097	2,660	6.75%	120,014	2,686	9.00%
Loans held for sale	97,346	446	1.84%	116,596	1,223	4.22%
Total interest-earning assets	7,174,263	90,939	5.08%	5,782,604	74,939	5.21%
Non-interest-earning assets	333,449			328,856		
Total assets	\$ 7,507,712			6,111,460		
INTEREST-BEARING LIABILITIES						
Interest-bearing deposits						
NOW accounts	583,987	1,208	0.83%	333,683	1,755	2.12%
Money market accounts	2,927,952	14,040	1.92%	2,659,604	15,502	2.34%
Time deposits	805,589	5,263	2.62%	361,326	3,063	3.41%
Non-interest-bearing deposits	1,558,007	-	-	1,371,396	-	-
Total deposits	5,875,535	20,511	1.40%	4,726,009	20,320	1.73%
Borrowings	951,459	9,849	4.15%	924,285	9,455	4.11%
Total deposits and borrowings	6,826,994	30,360	1.78%	5,650,294	29,775	2.12%
Other non-interest-bearing liabilities and shareholders' equity	680,718			461,166		
Total liabilities and shareholders' equity	\$ 7,507,712			6,111,460		
OTHER DATA						
Tax-equivalent basis						
Net interest income / interest rate spread		60,579	3.30%	45,164		3.09%
Net interest margin			3.39%			3.14%
Tax-equivalent adjustment / effect						
Net interest income / interest rate spread		(33)	-	(111)		(0.01)%
Net interest margin			-			(0.01)%
As reported						
Net interest income / interest rate spread		60,546	3.30%	45,053		3.08%
Net interest margin			3.39%			3.13%
Ratio of average interest-earning assets to average interest-bearing liabilities			105.09%			102.34%

(1) Includes interest income on certain tax-exempt assets presented on a tax-equivalent basis using a 35 percent federal tax rate.

SIGNATURE BANK
NET INTEREST MARGIN ANALYSIS
(unaudited)

	<i>Six months ended June 30, 2009</i>			<i>Six months ended June 30, 2008</i>		
	Average Balance	Interest Income/ Expense	Average Yield/ Rate	Average Balance	Interest Income/ Expense	Average Yield/ Rate
<i>(dollars in thousands)</i>						
INTEREST-EARNING ASSETS						
Short-term investments	\$ 83,529	114	0.28%	130,877	1,921	2.95%
Investment securities	3,231,966	79,305	4.91%	3,139,153	76,122	4.85%
Commercial loans and commercial mortgages (1)	3,263,258	88,473	5.47%	1,965,281	58,877	6.02%
Residential mortgages	179,160	4,982	5.56%	174,835	5,001	5.72%
Consumer loans	153,272	5,162	6.79%	117,739	5,750	9.82%
Loans held for sale	121,388	1,151	1.91%	102,637	2,544	4.98%
Total interest-earning assets	7,032,573	179,187	5.14%	5,630,522	150,215	5.37%
Non-interest-earning assets	349,033			309,382		
Total assets	\$ 7,381,606			5,939,904		
INTEREST-BEARING LIABILITIES						
Interest-bearing deposits						
NOW accounts	521,156	2,487	0.96%	309,562	3,535	2.30%
Money market accounts	2,817,511	28,260	2.02%	2,617,994	35,446	2.72%
Time deposits	789,425	10,694	2.73%	352,742	6,599	3.76%
Non-interest-bearing deposits	1,548,614	-	-	1,350,552	-	-
Total deposits	5,676,706	41,441	1.47%	4,630,850	45,580	1.98%
Borrowings	984,162	19,631	4.02%	846,268	18,115	4.30%
Total deposits and borrowings	6,660,868	61,072	1.85%	5,477,118	63,695	2.34%
Other non-interest-bearing liabilities and shareholders' equity	720,738			462,786		
Total liabilities and shareholders' equity	\$ 7,381,606			5,939,904		
OTHER DATA						
Tax-equivalent basis						
Net interest income / interest rate spread		118,115	3.29%		86,520	3.03%
Net interest margin			3.39%			3.09%
Tax-equivalent adjustment / effect						
Net interest income / interest rate spread		(67)	-		(250)	(0.01)%
Net interest margin			-			(0.01)%
As reported						
Net interest income / interest rate spread		118,048	3.29%		86,270	3.02%
Net interest margin			3.39%			3.08%
Ratio of average interest-earning assets to average interest-bearing liabilities			105.58%			102.80%

(1) Includes interest income on certain tax-exempt assets presented on a tax-equivalent basis using a 35 percent federal tax rate.

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