

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM  
WASHINGTON, D.C. 20551

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): November 10, 2010

John Marshall Bank  
(Exact name of registrant as specified in its charter)

Virginia  
(State or other jurisdiction  
of incorporation)

N/A  
(Commission file number)

74-3125891  
(IRS Employer  
Number)

6601 Little River Turnpike, Suite 400, Alexandria, Virginia  
(Address of Principal Executive Offices) (Zip Code)

Registrant's telephone number, including area code: 703-584-0840

Check the appropriate box below if the Form 8-K 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**  
**Item 7.01 Regulation FD Disclosure**

On November 10, 2010, John Marshall Bank issued the press release attached as exhibit 99.

**Item 9.01 Financial Statements and Exhibits**

- (a) Financial Statements of Business Acquired. Not applicable.
- (b) Pro Forma Financial Information. Not applicable.
- (c) Shell Company Transactions. Not applicable.
- (d) Exhibits.

99      Press Release dated November 10, 2010

Signatures

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

JOHN MARSHALL BANK

By: \_\_\_\_\_/s/  
Carl E. Dodson  
Chief Operating Officer and Principal  
Financial Officer

Dated: November 10, 2010



For Immediate Release  
November 10, 2010

Contact: John R. Maxwell  
(703) 584-0840

## John Marshall Bank Reports Continued Strong Financial Performance

Alexandria, VA – John Marshall Bank reported a profit of \$3.7 million for the nine months ended September 30, 2010, an increase of \$4.9 million as compared to a loss of \$1.2 million reported for the first nine months of 2009. A principal factor in the increase was realization at June 30, 2010 of a \$2.3 million income tax benefit related to the recognition of the Bank's deferred tax asset associated primarily with net operating loss carry forwards from losses incurred during the Bank's start-up phase. Pre-tax income from operations of \$1.8 million represented an improvement of \$2.9 million as compared to the \$1.1 million pre-tax loss reported during the first nine months of 2009. For the three months ended September 30, 2010, pre-tax income from operations was \$806 thousand, compared to pre-tax operating income of \$490 thousand during the three months ended June 30, 2010.

This represents the Bank's fifth consecutive quarterly profit. Through the retention of earnings over the past year, the Bank's book value per share increased from \$7.80 per share as of September 30, 2009 to \$8.92 per share as of September 30, 2010, an improvement of 14.4%.

Key financial results for the period include the following:

- Total assets at September 30, 2010 increased by 48.5% to \$303.6 million as compared to \$204.5 million as of September 30, 2009.
- Gross loans at September 30, 2010 increased by 53.3% to \$269.6 million as compared to \$175.9 million as of September 30, 2009.
- Total deposits at September 30, 2010 increased by 53.9% to \$246.5 million as compared to \$160.1 million as of September 30, 2009.
- The Bank's net interest margin remains strong, reaching 4.54% during the first nine months of 2010 as compared to 3.67% during the first nine months of 2009.
- Net interest income, the Bank's main source of income, increased 92.9% to \$8.9 million during the nine month period ended September 30, 2010, compared to \$4.6 million during the nine month period ended September 30, 2009.
- Non-interest income declined by \$96 thousand during the first nine months of 2010 as compared to the first nine months of 2009, due primarily to the realization of a \$247 thousand gain on the sale of securities reported during the first nine months of 2009, compared to a loss of \$4 thousand realized during the first nine months of 2010.
- Non-interest expense increased by 24.3%, or \$1.2 million, for the nine months ended September 30, 2010, as compared to the same period in 2009, reflecting increased operating expenses required to support the Bank's asset growth.
- Asset quality remains strong. As of September 30, 2010, non-accrual loans were .48% of total loans, compared to .56% as of June 30, 2010 and .50% as of September 30, 2009. As of September 30, 2010, the Bank's allowance for loan losses was 1.14% of total loans and covered non-accrual loans by over two times. Other real estate owned was valued at \$220 thousand as of September 30, 2010.
- Capital levels remain strong and well above regulatory minimums for well capitalized banks. As of September 30, 2010, the Bank reported a total risk-based capital ratio of 12.3%, compared to 12.7% as of June 30, 2010.

John Marshall Bank is headquartered in Alexandria, Virginia and has four full-service branches located in Falls Church, Virginia, Leesburg, Virginia, Arlington, Virginia, and Rockville, Maryland. The Bank also has a limited service commercial branch located in Washington, DC, and a loan production office located in Fairfax, Virginia. Further information on the Bank can be obtained by visiting its website at [www.johnmarshallbank.com](http://www.johnmarshallbank.com).

*This press release contains forward-looking statements within the meaning of the Securities and Exchange Act of 1934, as amended, including statements of goals, intentions, and expectations as to future trends, plans, events or results of Bank operations and policies and regarding general economic conditions. In some cases, forward-looking statements can be identified by use of words such as "may," "will," "anticipates," "believes," "expects," "plans," "estimates," "potential," "continue," "should," and similar words or phrases. These statements are based upon current and anticipated economic conditions, nationally and in the Bank's market, interest rates and interest rate policy, competitive factors, and other conditions which by their nature, are not susceptible to accurate forecast, and are subject to significant uncertainty. Because of these uncertainties and the assumptions on which this discussion and the forward-looking statements are based, actual future operations and results may differ materially from those indicated herein. Readers are cautioned against placing undue reliance on any such forward-looking statements. The Bank's past results are not necessarily indicative of future performance.*

**John Marshall Bank**  
Financial Highlights (Unaudited)  
(Dollars in 000's except per-share data)

	Nine-Months Ended				Quarter Ended	
	September 30, 2010	September 30, 2009	\$ Change	% Change	September 30, 2010	June 30, 2010
<b>Operating Results</b>						
Net Interest Income	\$ 8,929	\$ 4,628	\$ 4,301	92.9%	\$ 3,297	\$ 2,976
Less Provision for Loan Losses	(1,010)	(952)	(58)	6.1%	(285)	(385)
Net Interest income after provision for loan losses	7,919	3,676	4,243	115.4%	3,012	2,591
Non-interest income	176	272	(96)	-35.3%	56	40
Non-interest expense	6,338	5,098	1,240	24.3%	2,262	2,141
Income (loss) before income taxes	1,757	(1,150)	2,907	n/m	806	490
Income tax expense (benefit)	(1,969)	-	(1,969)	n/m	298	(2,267)
Net income (loss)	\$ 3,726	\$ (1,150)	4,876	n/m	\$ 508	\$ 2,757

<b>Per-Share Data</b>						
Earnings (loss) per share - basic	\$ 1.01	\$ (0.31)			\$ 0.14	\$ 0.74
Earnings (loss) per share - diluted	\$ 1.01	\$ (0.31)			\$ 0.14	\$ 0.74
Book value per share	\$ 8.92	\$ 7.80			\$ 8.92	\$ 8.75

<b>Selected Balance Sheet Data</b>						
Investments	\$ 25,607	\$ 22,976	\$ 2,361	11.4%	\$ 25,607	\$ 23,357
Total Loans (gross)	\$ 269,648	\$ 175,901	\$ 93,747	53.3%	\$ 269,648	\$ 251,803
Total Assets	\$ 303,611	\$ 204,507	\$ 99,104	48.5%	\$ 303,611	\$ 286,814
Total Deposits	\$ 246,477	\$ 160,109	\$ 86,368	53.9%	\$ 246,477	\$ 238,161
Borrowings	\$ 23,320	\$ 14,847	\$ 8,473	57.1%	\$ 23,320	\$ 15,698
Stockholders' Equity	\$ 33,055	\$ 28,918	\$ 4,137	14.3%	\$ 33,055	\$ 32,433

<b>Performance Ratios</b>						
Return (loss) on average assets (annualized)	1.84%	-0.88%			0.68%	4.20%
Return (loss) on average equity (annualized)	16.16%	-5.22%			6.14%	36.85%
Net interest margin	4.54%	3.67%			4.52%	4.65%
Efficiency Ratio	69.61%	104.03%			67.46%	70.98%

<b>Credit Quality Ratios</b>						
Allowance for loan losses to gross loans	1.14%	1.13%			1.14%	1.14%
Past due loans 30-89 days to gross loans*	0.30%	0.07%			0.30%	0.00%
Past due loans 90 days or more to gross loans*	0.00%	0.00%			0.00%	0.00%
Non-accrual loans to gross loans	0.48%	0.50%			0.48%	0.56%
Net loan chargeoffs (000's) *and still accruing interest	\$ 240	\$ 265			\$ 89	\$ 67

<b>Regulatory Capital Ratios</b>						
Total risk-based capital ratio	12.3%	16.7%			12.3%	12.7%
Tier 1 risk-based capital ratio	11.2%	15.6%			11.2%	11.6%
Leverage ratio	10.9%	14.9%			10.9%	12.0%

n/m = not meaningful