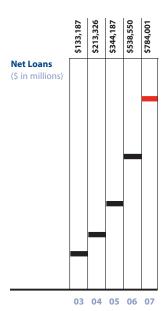
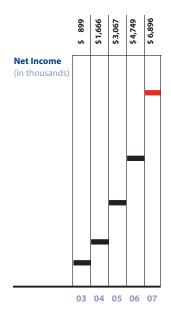


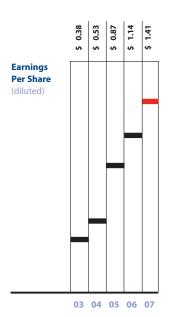
Tennessee Commerce Bancorp, Inc. is the parent company of Tennessee Commerce Bank. The Bank provides a wide range of banking services and is primarily focused on business accounts. Corporate and banking offices are located in Franklin, Tennessee. Tennessee Commerce Bancorp's stock is traded on NASDAQ's Global market under the stock symbol TNCC.

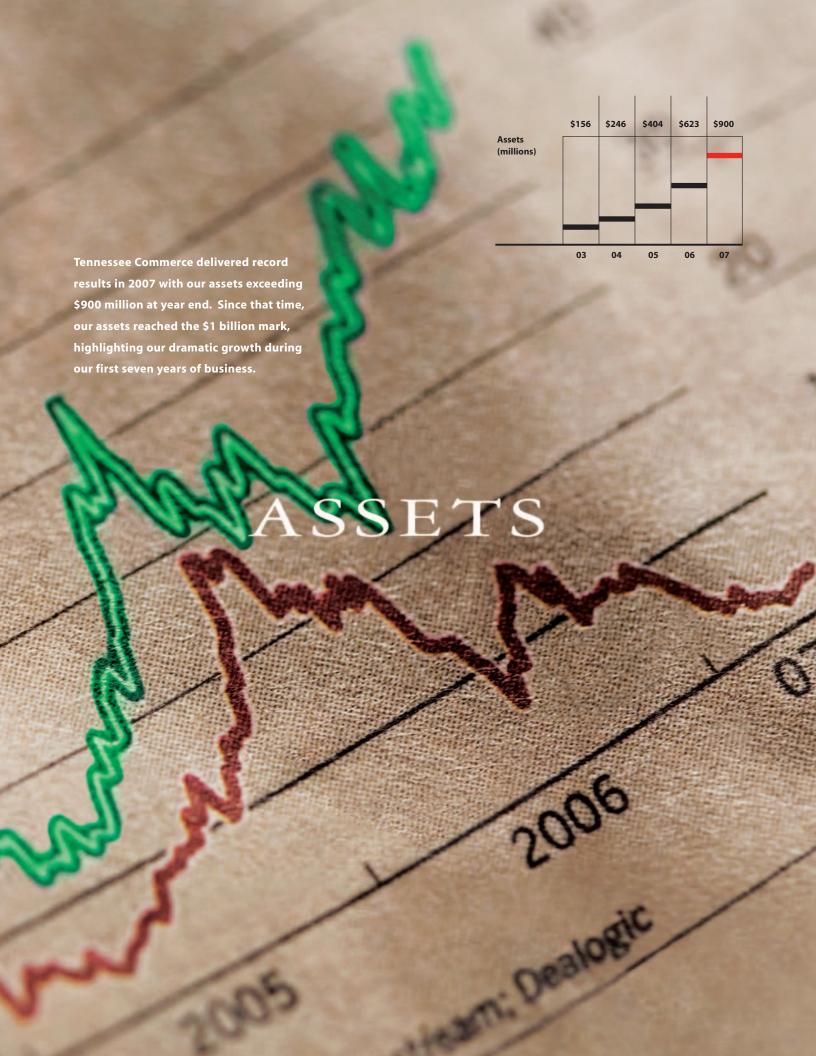
- Tennessee Commerce reported record results in 2007.
- Net income rose 45% to \$6.9 million
- Total deposits grew 45% to \$815 million
- Net loans increased 46% to \$784 million

%
Change
40.7%
45.2%
23.7%
44.4%
45.6%
45.4%
23.2%
_









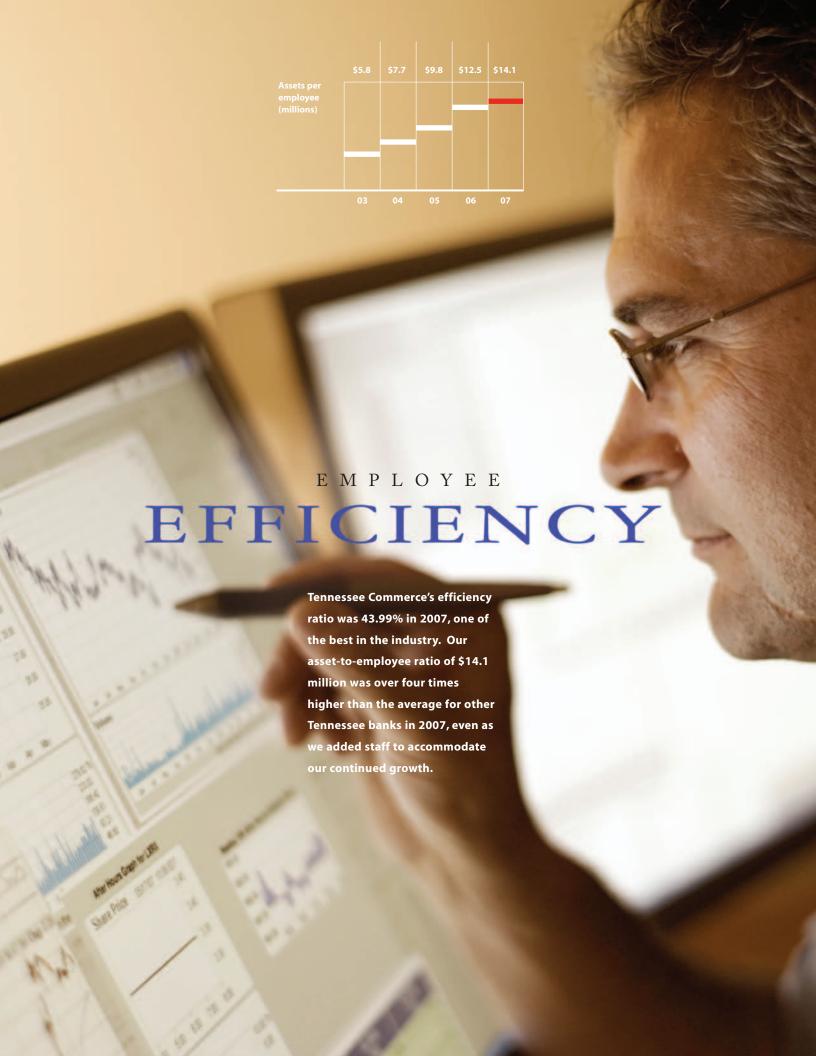
Tennessee Commerce delivered record results in 2007 with our assets exceeding \$900 million at year end. Since that time, our assets reached the \$1 billion mark, highlighting our dramatic growth during our first seven years of business. It's important to note that we achieved this milestone totally from organic growth, a goal few banks reach as fast without the assistance from mergers or acquisitions.

Record Financial Results

We reported record assets, loans, deposits and net income in 2007. Our record results benefited from the strong growth in our loan portfolio and our concentration on the business market.

Loan demand continued as the major driver for our growth in 2007. Net loans grew 45.6% to \$784 million. We also sold an additional \$90 million in loans during 2007 that provided a further source of fee income during the year. Our loan growth continued into the first quarter of 2008 with loans reaching almost \$854 million at March 31, 2008. Loan demand remains strong across our markets from both local and national accounts. We believe our diversified customer base and focus on the business customer has contributed to our excellent loan growth.

Our asset quality remained solid in 2007. We have no exposure to subprime loans and only limited exposure to construction loans that have plagued some lenders. Our loan portfolio is diversified across a wide range of businesses and geographic locations. In addition, our local economy continues to thrive in contrast to the slowdown experienced in other markets.



Non-interest income was an important contributor to our 2007 earnings. It jumped 63.4% to \$2.9 million in 2007 due to solid growth in loan sales compared with the prior year. Demand remained strong for loans sold to other financial institutions, resulting in a 32.7% increase in gain on sale of loans to \$2.7 million compared with \$2.0 million in 2006.

Net income for 2007 rose 45.2% to \$6.9 million, or \$1.41 per diluted share. This compares with net income of \$4.7 million, or \$1.14 per diluted share, in 2006. We have grown earnings every year since our second year of operations and are on track to report record earnings in 2008.

New Offices Expand Markets

Tennessee Commerce Bank has a unique banking strategy that is people oriented, business concentrated and market focused. During the first quarter of 2008, we expanded our markets by adding a loan production office in Minneapolis and increased the lending staff in Birmingham, our first loan production office. We will open a loan production office in Atlanta during the second quarter of 2008.

Our selective expansion focuses on markets with demonstrated growth potential and our ability to hire professional staff that shares our cultural and professional values. In addition, we hire seasoned bankers who are familiar with these markets and have a strong record of loan production, similar to the successful model we have in our main office. Our business concentration strategy remains constant.

We are enthusiastic about the opportunities in these new markets and their future contribution to our growth. We expect to leverage our infrastructure to support the new offices, providing Tennessee

We believe our success is due to our focus on the business market, our efficient operating model and our diversification across a wide range of customers. In addition, our diversified customer base and exclusive focus on the business customer has contributed to our excellent loan growth. BUSINESS BANK
VANTAGE 1,500 1,000

Commerce a more efficient method of growing loans than a traditional branch network. We believe the success of this strategy is highlighted by our excellent efficiency ratio of 43.99% and our industry leading asset-to-employee ratio of \$14.1 million at year-end 2007. Our asset-to-employee ratio was over four times higher than the average for other Tennessee banks in 2007, even as we added staff to accommodate our continued growth. In addition, we leased an additional 8,000 square feet at our home office to accommodate growth of our staff in 2008. Our business banking model also results in improved asset leverage for Tennessee Commerce. At year end 2007, our earnings asset ratio of 96.4% was considerably better than the average of 86.7% for all FDIC insured banks.

Focus on Building Shareholder Value

We are proud of the significant progress we made over the past seven years. We believe our success is due to our focus on the business market, our efficient operating model and our diversification across a wide range of customers. We continue to refine our operating strategy and believe the addition of the loan production offices will enhance our future earnings potential. Our plans for 2008 remain focused on building long-term shareholder value.

Thank you for your investment and your confidence in Tennessee Commerce. We look forward to reporting on our continued progress in 2008.

Art Helf
Chairman

Cuity

Mike Sapp

President

Michael R. Syya)

TENNESSEE COMMERCE BANCORP

Directors



Arthur F. Helf Chairman & Chief Executive Officer



H. Lamar Cox Secretary & Chief Administrative Officer



Paul W. Dierksen Senior Vice President Volvo Penta of the America's Inc.



Dennis L. Grimaud Chief Executive Officer Genaco Biomedical Products



William W. McInnes Investor



Thomas R. Miller Commercial Realtor



Darrel Reifschneider President & Chief Executive Officer Harpeth True Value Hardware



Michael R. Sapp President & Chief Lending Officer



Paul A. Thomas, M.D. The Bone & Joint Clinic

Officers



John Burton Senior Vice President Commercial Lending



Mary Lankford Senior Vice President Mortgage Lending



Milton F. Blair Vice President Commercial Lending



Bill Coleman Vice President Branch Manager



Tommy Crocker Vice President Special Assets



Irving Ginsberg Vice President



Andy Hawkins Vice President Commercial Lending



Beau F. LeeVice President
Commercial Lending



Michele D. Moore
Vice President
Loan Administration



Jerry Nix
Vice President
Commercial Lending



Doug RogersVice President
Commercial Lending



Ellis Simmons Vice President Commercial Lending



William D. Hatcher Assistant Vice President Deposit Operations



JaNeil HicksAssistant Vice President Loan Operations



Tammy Hickman Banking Officer and Branch Manager



Lisa JusticeOperations Officer and
Deposit Operations Supervisor



Lisa SalleeBanking Officer and
Loan Supervisor

SHAREHOLDER INFORMATION TENNESSEE COMMERCE BANCORP

Corporate Offices

Tennessee Commerce Bancorp, Inc. 381 Mallory Station Road Franklin, TN 37067-8264 (615) 599-2274

Stock Information

The common stock of Tennessee Commerce Bancorp, Inc. is traded on the NASDAQ's Global market under the symbol TNCC.

Independent Auditors

KraftCPAs, PLLC Nashville, TN

Registrar and Transfer Agent Registrar and Transfer Company 10 Commerce Drive Cranford, NJ 07016

Shareholder Inquiries

Inquiries regarding stock transfers, lost certificates, or address changes should be directed to the registrar and transfer agent at the address above.

Legal Counsel

Waller Lansden Dortch & Davis LLP Nashville City Center Suite 2700 511 Union Street Nashville, Tennessee 37219

Availability of 10-K Report

The Corporation has filed Form 10-K with the Securities and Exchange Commission for the year ended December 31, 2007. A copy of the report is available to shareholders free of charge upon written request to:

Chief Financial Officer Tennessee Commerce Bancorp, Inc. 381 Mallory Station Road Franklin, TN 37067-8264



381 Mallory Station Road • Franklin, Tennessee 37067-8264 www.tncommercebank.com