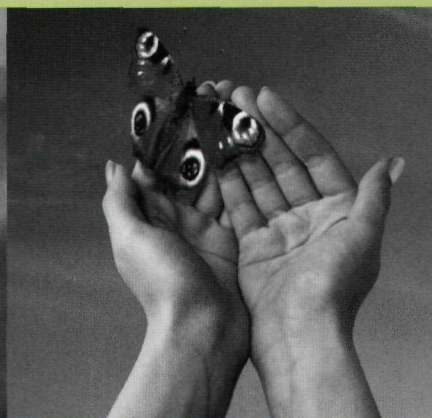
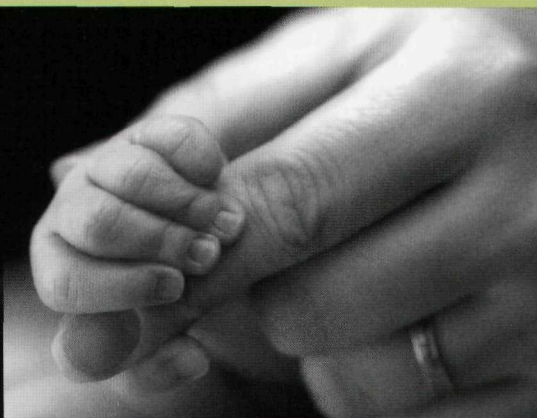
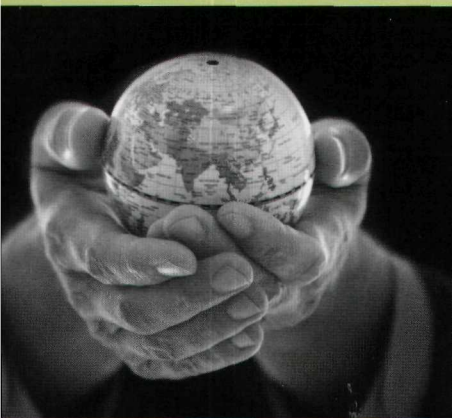


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Defining the Value of Integrity



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**YADKIN VALLEY
FINANCIAL CORPORATION**

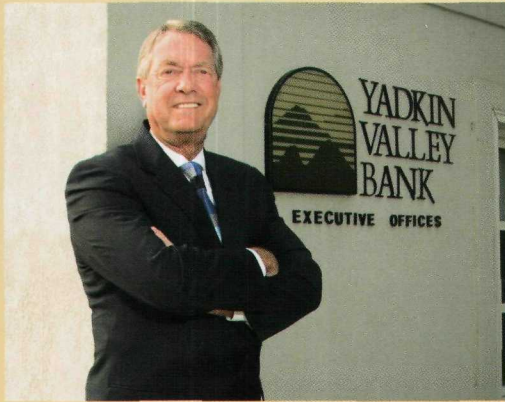
2007 Annual Report

*our world is
built on integrity*

Integrity is established by deeds,
not words. With each day, each year,
and each customer, our world
hinges on the trust that
we earn. It has proven to be
our greatest asset.



a message from the president



*“Integrity is
what we do,
what we say,
and what we
say we do.”*

Don Galer

Dear Shareholders,

When I look back on 2007, I'm proud to say our bank experienced continued success in the areas of earnings and asset growth. Not all financial institutions can claim those same accomplishments, due to the many challenges that faced our industry this past year. Thanks to the sound decisions and integrity of our experienced management team, our bank has weathered an economic year unlike any I've ever seen.

We entered this cycle stronger than most of our peers, and I feel confident that we will also emerge stronger. Our net charge-offs to average loans at year end 2007 were 0.10% vs. our peer group's 0.23% for the same period. Our ratio of non-current loans to gross loans were 0.21% vs. the peer group's 1.07% at year end 2007.

Our stock price continues to puzzle me. In the past, we believed we had some measure of control over our stock performance by realizing good growth in loans, deposits, and earnings. This was not the case in 2007. Even with our revised earnings announcement, we finished 2007 with a 1.31% ROA, an 11.32% ROE, a 4.20% net interest margin, and a 55.45% efficiency ratio. When compared to a peer group of all commercial banks having assets between \$1 billion and \$3 billion, we have a better ROA by 27 basis points, a better ROE by 75 basis points, a better net interest margin by 54 basis points, and a better efficiency ratio by 294 basis points¹. Yet we ended 2006 with a stock price of \$19.12 and ended 2007 with a stock price of \$15.27, a 20.14% decrease from 2006. With the KBW Bank Index down 25% for the year, one could say we are doing better than the average. However, we still consider our stock performance to be unacceptable for the year. In addition, the recent national economic downturn has affected our earnings through lower margins due to a significant and rapid decrease in the federal funds rate.

With all the economic challenges ahead, there are two bright spots on the horizon for our bank. The first is the conclusion of the Cardinal State Bank merger at the end of the first quarter 2008, followed by the conversion of its core banking system in mid-June. The rapidly growing market area for our new Cardinal State Bank division will be a key factor for organic growth, and the new offices in Hillsborough and Creedmoor scheduled to open in mid-2008 will begin this process.

The second bright spot is the market expansion of Sidus Financial, our mortgage lending subsidiary, into the New England states. We will open a new wholesale mortgage lending facility in Bedford, New Hampshire, during the first quarter 2008. This facility will serve the wholesale mortgage markets in New Hampshire, Massachusetts, Connecticut, Maine, Rhode Island, and Vermont. Spence Cosby, President of Sidus Financial, has selected Art Lindberg to head up this expansion. Arthur reports that he has a highly experienced team that enjoys an excellent reputation in the New England market.

Although Yadkin Valley Bank chose not to participate in risky ventures such as subprime mortgages, the impact of these unsound practices has been felt by all banks, including ours. Fortunately, we have seen a large “cleaning up” in the mortgage industry over the past year. Many small providers have closed their doors as customers begin to move back in a “flight to trust” to the banks for their mortgages.

Lending policies and procedures, operating efficiency, net interest margin, non-interest income, and credit quality will be the key areas on which we will concentrate in the coming year. I believe the decisive actions we took at year-end 2007 will have a great bearing on how successfully we navigate the current business cycle.

Let me close by thanking our directors, employees and customers for their support. We are grateful for the continued loyalty that you, our shareholders, provide to Yadkin Valley Financial Corporation.

William A. Long

President and Chief Executive Officer, Yadkin Valley Financial Corporation

[1] Bank Point Key Performance & Operating Ratios Produced by SLNS Associates.

expanding our reach

Our bank continues to grow by expanding into North Carolina's Research Triangle with the acquisition of Cardinal State Bank. The merger, which was initiated in June of 2007, will be completed in the first quarter of 2008. Cardinal State Bank will then be a division of Yadkin Valley Bank and Trust Company, and our bank will become a \$1.4 billion institution with 30 branches spread across 200 miles in central North Carolina.

Cardinal State Bank opened in 2001 and operates three offices in Durham (Durham County) and one office in Hillsborough (Orange County). Cardinal State Bank brings a solid team of banking professionals who share the same essential values as our bank. By expanding into Durham and Orange Counties, we also further diversify our customer demographics. Plans are also underway for future expansion in western Wake County, an affluent, high-growth area with some of the nation's best demographic characteristics.

We look forward to a smooth transition with Cardinal State Bank and highly anticipate the new opportunities that this merger will provide.



A Division of Yadkin Valley Bank and Trust Company

recognizing the value in our communities

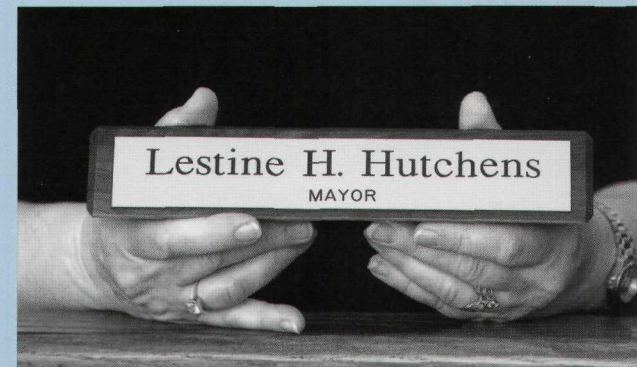
"We are a product of the communities we serve. We will always work hard to be a leader in each community. We take community needs seriously. We will never intentionally do anything that goes against the best interest of the communities we serve."

This core value of our bank is exemplified every day thanks to the many employees who devote their personal time to volunteer for community activities. These individuals help build a better world by working with the March of Dimes, United Way, American Cancer Society, Boys & Girls Clubs, Habitat for Humanity, Camp Challenge, churches, chambers of commerce, local governments, hospitals, schools, area Board of Realtors, and other local organizations.

One such employee, Lestine Hutchens, Executive Vice President and Director of Operations, was recently elected Mayor of Elkin, NC. We're proud of her dedication not only to our bank, but also to the people of Elkin.

Our 2007 Holiday Family Giveaway is another illustration of how we give back to our communities. Thanks to the generosity of our customers and employees, 24 families in need each received a Christmas tree, decorations, a gift basket with food items, and \$200 from the bank for holiday gifts.

An unwavering commitment to improving the lives of our neighbors is what makes our bank, and our people, so special.





reliance

We all must rely on others in our life.

With each new step we take or new direction we follow, a stable, guiding presence can help make the journey much easier. Our purpose is to serve as a source of reliability and expertise when our customers need it the most.

Yadkin Valley Bank and Trust Company Management & Officers

Yadkin Valley Financial Corporation Officers

William A. Long, President & Chief Executive Officer
Stephen S. Robinson, Executive Vice President
Edwin E. Laws, Vice President & Chief Financial Officer
Julie A. Mason, Vice President & Controller
Patricia H. Wooten, Vice President & Secretary
Haylee L. Settlemyre, Assistant Secretary

Yadkin Valley Bank Management Team



Back row L to R: Joseph H. Towell, John R. Crysel, William C. McSwain
2nd row L to R: Joe K. Johnson, Edward L. Marxen, William A. Long, Daniel T. Duggan
Front row L to R: John M. Brubaker, Lestine H. Hutchens, Patricia H. Wooten,
Stephen S. Robinson, Edwin E. Laws Not pictured: F. Spencer Cosby, Jr.

Yadkin Valley Bank and Trust Company Bank Officers

Executive Officers

William A. Long, President & Chief Executive Officer
Edwin E. Laws, Executive Vice President & Chief Financial Officer
Stephen S. Robinson, Executive Vice President & Chief Operating Officer
Joseph H. Towell, Executive Vice President & Chief Lending Officer
Patricia H. Wooten, Corporate Secretary
John M. Brubaker, Regional President, High Country Bank
Joe K. Johnson, Regional President, Yadkin Valley Bank
John W. Mallard, Regional President, Cardinal State Bank
Edward L. Marxen, Regional President, Piedmont Bank
John R. Crysel, Executive Vice President, Chief Credit Officer
Lestine H. Hutchens, Executive Vice President, Operations

Executive Vice President & City Executive Officers

Edwin H. Shuford, III - Boone
Douglas F. Sutherland - Mooresville

Regional Vice President

George L. (Andy) Anderson, Jr. - Yadkinville

Senior Vice President

Carolyn M. Clawson

Vice Presidents & City Executives

Thomas Eatmon - North Mecklenburg Offices
Rebecca D. Hobson - East Bend
Paul C. Holbrook - North Wilkesboro
Ron R. Jester - Elkin/Jonesville
John Q. Myers - Wilkesboro
J. Max Yates - Ashe County

Other Officers

T. Michele Russell, Assistant Corporate Secretary
Haylee L. Settlemyre, Assistant Corporate Secretary
Bennie G. Bengé, General Auditor
Marie Parker, Compliance Officer
Deborah M. Hollar, BSA Officer
Lestine H. Hutchens, IT Security Officer
Wyatt W. Wells, Assistant Treasurer & Asset Liability Manager

F. Spencer Cosby, Jr., CEO & President, Sidus Financial, LLC

Vice Presidents

Robert K. Boroughs
Daniel T. Duggan
Kristi A. Eller
Robert D. Furches
Deborah M. Hollar
Julie A. Mason
William C. McSwain
Ronald S. Pearson
Phyllis U. Polo, EVP, MSIS*
Mary Louise Roberts
Patricia V. VanHoose
Janice V. Wagoner

Assistant Vice Presidents

Jennie Bare
Chris Bacola
Deb Barr
Jane Bumgarner
Ann W. Burge
Jill Collins
Vickie K. Cook
David R. Edwards
C. Rick Freeman
Willena Hayes
James D. Hendrix
Don Herkey
Albert J. Hiatt, Jr.
Carolyn D. Holcomb
Billie S. Jester
Beverly L. Marsh
Carolyn Miller
Tana Miller
Michelle M. Moody
Frankie Pardue
Marie P. Parker
Amanda W. Rasnick
Karen C. Rasnick
Libby Ridings
Brenda M. Severt
Teresa Spencer
Angela E. Summers
Ruth C. Vestal
Sherrie B. Williams

*MSIS - Abbreviation for Main Street Investment Services, Inc., the brokerage division of Yadkin Valley Bank and Trust Company.

*yadkin valley financial
corporation Directors**

William A. Long
President & CEO

Dr. Ralph L. Bentley
Chairman
Physician, Piedmont Healthcare

Harry M. Davis
Vice Chairman
Appalachian State University

J. T. Alexander, Jr.
President, J. T. Alexander & Son, Inc.

Nolan G. Brown
President & CEO, Triad Group, Inc.

Faye E. Cooper
Mast General Stores

Dr. James A. Harrell, Jr.
Dentist

Daniel J. Park
Attorney

James L. Poindexter
Real Estate Developer

James N. Smoak
Former President & CEO,
Yadkin Valley Bank and Trust Company

Harry C. Spell
Vice President & Secretary,
MoCaro Dyeing & Finishing

C. Kenneth Wilcox
Real Estate Developer

*yadkin valley bank and trust company
local advisory boards*

**Ashe County
Yadkin Valley Bank**
Alice Atwood
Michael Badger
George Gary Bare
James Cline Church
Sammy Church
J. Randall Eller
Dwight Furches
Ben Hurley
Robert O. Jones
David C. Miller
George Roten
JoAnn B. Sexton
Conley Shepherd
Howard Turnmire
Morris Walker

**Avery County
High Country Bank**
John Blackburn
Jack W. Howard
Michael M. Lacey
Douglas M. Tennant
Patricia "Tricia" L. Wilson

**Boone
High Country Bank**
John H. Council
James C. Furman
Cecil M. Greene
Dale L. Greene
Reba S. Moretz
Roger D. Wright

**East Bend
Yadkin Valley Bank**
Hassell Brown
Winanne Brown
Richard Huff, Jr.
Michael N. Matthews
Michael Norman
Sandy Vestal

**Elkin/Jonesville
Yadkin Valley Bank**
Abner Brown
Stephen Harrell
Phil Harris
Van W. Hemric
Jeffrey T. Matthews
Jane Motsinger
Dale Rose
Dean Rose
William Winebarger

**Mooreville
Piedmont Bank**
H. Michael Cook
John Dodson
Kevin C. Donaldson
I. Lee Easter
Richard W. "Rick" Howard
Richard H. Lyon
S. Lee Pake, III
William Thunberg
Sara Haire Tice

**North Wilkesboro
Yadkin Valley Bank**
Bryant Church
Russ Ferree
Robert Smithey
Syd Spainhour
Walter Stinson
Steve G. Thomas

**Statesville
Piedmont Bank**
Joseph L. Bertolami
Richard Gordon
Gloria Hager
Ann T. Kelly
Constantine H. Kutteh
Harry P. McLain, Jr.
David J. Meachem
Mike Neader
Dick Raymer
Doug Smyth
Robert M. Stevenson

**Wilkesboro
Yadkin Valley Bank**
Ila Baugham
Gurney Mathis
Rex Reeves
Everett Solomon
Ray Triplett

**Yadkinville
Yadkin Valley Bank**
George M. Beroth
Leonard L. Brown
R. Edward Carter
Byron Chapman
W. G. Dinkins
Wesley S. Hauser
Janice H. Holcomb
George M. Holmes
Gus Janos
John M. Miller
Jim Stewart
Michelle M. Stimpson
Jewell W. Welborn
Paul B. Wells
Linda Williams



Back row L to R: Harry C. Spell, James N. Smoak 2nd row L to R: J.T. Alexander, Jr., William A. Long, Ralph L. Bentley, James L. Poindexter Front row L to R: James A. Harrell, Jr., Harry M. Davis, Nolan G. Brown, Daniel J. Park Not Pictured: Faye E. Cooper, C. Kenneth Wilcox

*Yadkin Valley Financial Corporation Directors are also Directors of Yadkin Valley Bank and Trust Company.



sound judgment

Decisions based on experience and ethics yield greater returns than those guided by short-term gain. The wise choices that our professionals make every day lead to ongoing successes for our customers, our shareholders, and our bank.

Financial Highlights

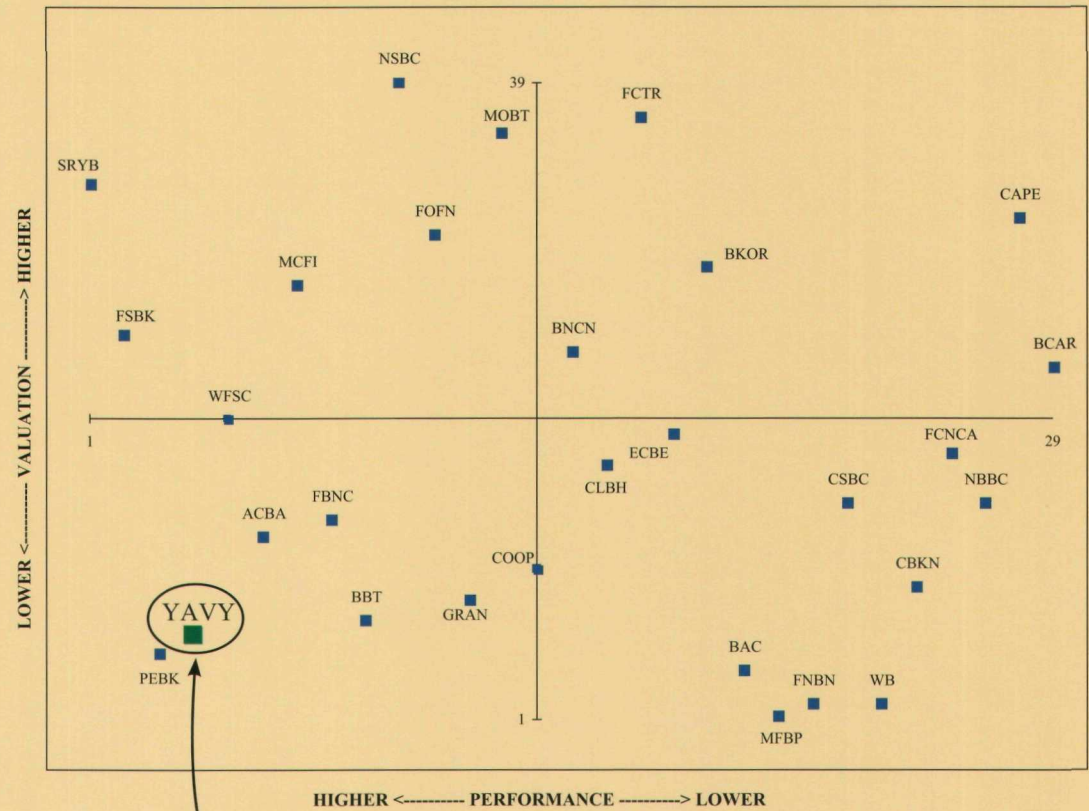
- Increased diluted earnings per share from \$1.28 to \$1.37.
- Increased net income to \$14.7 million, up 6.5%.
- Increased gross loans held for investment by \$83.8 million or 10.3%.
- Increased allowance for loan loss to total loans held for investment from 1.33% to 1.38%.
- Increased deposits by \$55.6 million or 6.1%.
- Increased tangible book value per share from \$8.17 to \$9.10.
- Increased annual cash dividend from \$0.47 to \$0.51.

Other Accomplishments

- New Pfafftown branch opened in April 2007.
- Yadkinville branch moved into its permanent building in July 2007.
- Loan Production office opened in Wilmington.
- Remote capture established in all branches to reduce current and future operating expenses.
- Check 21 conversion completed with the Federal Reserve, allowing for the electronic sending and receiving of imaged files and further reducing operating expenses.
- Initiated coverage by Howe Barnes Hoefler & Arnett and Stanford Group Co.
- Salary and benefits, occupancy, equipment, and other expenses all came in below budget, due in part to employees' efforts to control costs.
- Joined the Allpoint Network, increasing the bank's customer access to surcharge-free ATMs by more than 647 machines in North Carolina and 32,000 nationwide.

The scatter diagram below plots the overall Performance ranking (combination of Profitability, Capital, Liquidity and Asset Quality) against the Valuation ranking. Therefore, the bottom-left quadrant shows companies with stronger operating performances but lower relative stock prices.

**NORTH CAROLINA RANKINGS
PERFORMANCE vs. VALUATION
(Financial groups listed by Stock Symbol)**



*report of independent
registered public
accounting firm*

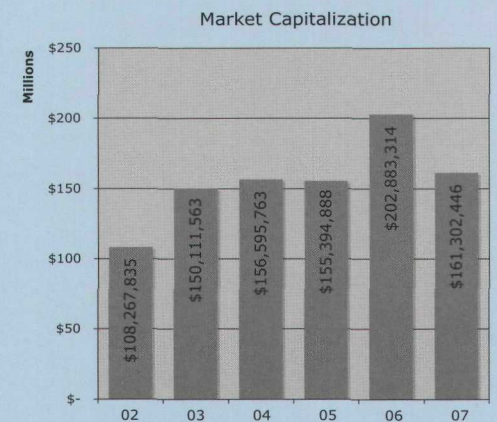
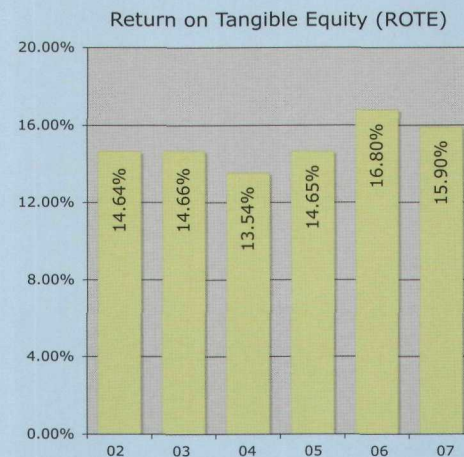
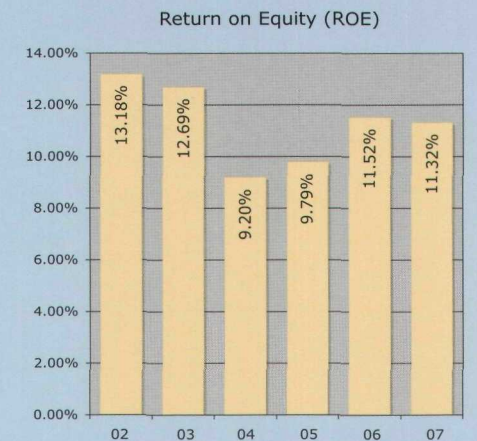
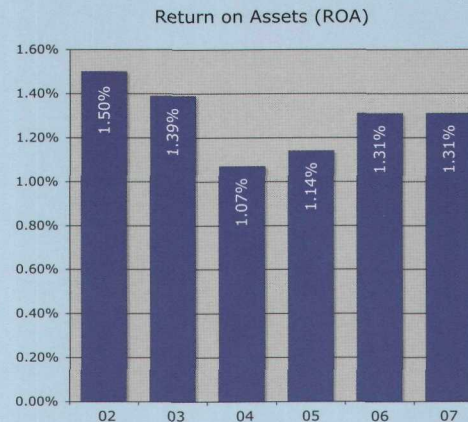
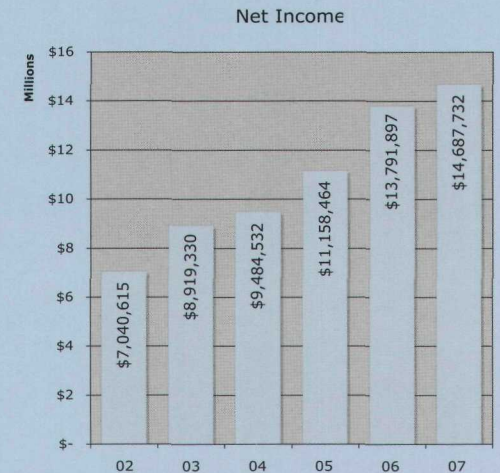
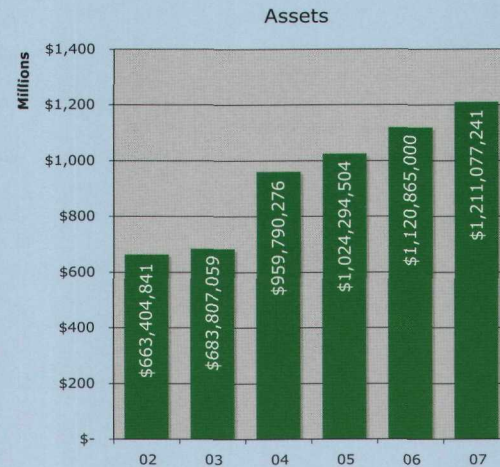
**To the Stockholders and the Board of Directors
Yadkin Valley Financial Corporation
Elkin, North Carolina**

We have audited, in accordance with the standards of the Public Company Accounting Oversight Board (United States), the consolidated balance sheets of Yadkin Valley Financial Corporation and subsidiaries (the "Company") as of December 31, 2007 and 2006, and the related consolidated statements of income, comprehensive income, stockholders' equity and cash flows for each of the years in the three-year period ended December 31, 2007 (not presented herein); and in our report dated March 31, 2008, we expressed an unqualified opinion on those consolidated financial statements.

In our opinion, the information set forth in the accompanying condensed consolidated financial statements is fairly stated, in all material respects, in relation to the consolidated financial statements from which it has been derived.

Dixie Hughes PLLC

Charlotte, North Carolina
March 31, 2008



Yadkin Valley Financial Corporation

(Dollars in thousands except per share information)

<i>For the year</i>	2007	2006
Operating Results		
Net income	\$ 14,688	\$ 13,792
Basic earnings per share	\$ 1.39	\$ 1.30
Diluted earnings per share	\$ 1.37	\$ 1.28
Cash dividends per common share	\$ 0.51	\$ 0.47
Weighted average shares (basic)	10,595	10,641
Weighted average shares (diluted)	10,713	10,789
Return on average assets	1.31%	1.31%
Return on average equity	11.32%	11.52%
Return on tangible equity	15.90%	16.80%
Net interest margin	4.20%	4.45%
Efficiency ratio	55.45%	56.16%
At Year End		
Total assets	\$ 1,211,077	\$ 1,120,865
Loans held for investment, net	\$ 886,308	\$ 804,081
Total deposits	\$ 963,442	\$ 907,847
Total shareholders' equity	\$ 133,269	\$ 124,399
Book value per share	\$ 12.62	\$ 11.72
Tangible book value per share	\$ 9.12	\$ 8.17
Shares outstanding	10,563	10,611
Risk-Based Capital Ratios*		
Tier 1	9.2%	9.2%
Total	10.4%	10.4%

*Risk-Based Capital Ratios are for Yadkin Valley Bank and Trust Company

*an unshakable
foundation*

The stability of any structure lies in its foundation. The same is true for a bank. At the very core of our bank philosophy are values that guide us every day. They influence the way we do business and the means by which we serve our communities.

condensed consolidated balance sheets

(Amounts in thousands)

December 31

	2007	2006
Assets		
Cash and due from banks	\$ 24,268	\$ 42,387
Federal funds sold and interest bearing deposits	2,058	1,669
Securities, available for sale, at fair value (amortized cost \$141,440 in 2007 and \$128,278 in 2006)	142,484	127,521
Loans held for sale	52,754	42,351
Gross loans held for investment	898,753	814,910
Allowance for loan losses	(12,446)	(10,829)
Premises and equipment, net	26,780	27,098
Federal Home Loan Bank stock, at cost	2,557	3,633
Investment in bank-owned life insurance	22,683	22,797
Goodwill and core deposit intangibles	36,958	37,735
Other assets	14,228	11,593
Total assets	\$ 1,211,077	\$ 1,120,865
Liabilities		
Deposits		
Noninterest bearing	\$ 154,979	\$ 151,812
NOW, savings, and money market	232,888	233,032
Time deposits	575,575	523,003
Total deposits	963,442	907,847
Borrowed funds	104,199	79,063
Other liabilities	10,167	9,556
Total liabilities	1,077,808	996,466
Stockholders' equity		
Preferred stock, no par value, 1,000 shares authorized; no shares issued	-	-
Common stock: authorized 20,000 shares; \$1.00 par value; issued 10,563 shares (2007) and 10,611 shares (2006)	10,563	10,611
Surplus	70,987	71,152
Retained earnings	51,087	43,107
Accumulated other comprehensive income (loss)	632	(471)
Total stockholders' equity	133,269	124,399
Total liabilities and stockholders' equity	\$ 1,211,077	1,120,865

Certain amounts in the 2006 financial statements have been reclassified to conform to the 2007 presentation.

Refer to the Yadkin Valley Bank Financial Corporation Annual Report on Form 10-K included with the proxy statement for the 2008 Annual Shareholders Meeting for a complete set of consolidated financial statements.

condensed consolidated statements of income

(Amounts in thousands except per share information)

Years Ended December 31

	2007	2006	2005
Interest income			
Interest and fees on loans	\$ 68,225	\$ 61,799	\$ 48,814
Interest and dividends on securities	6,521	5,224	4,190
Federal funds sold and interest bearing deposits	447	283	247
Total interest income	75,193	67,306	53,251
Interest expense			
Deposits	30,993	23,846	15,640
Borrowed funds	2,308	2,583	2,946
Total interest expense	33,301	26,429	18,586
Net interest income	41,892	40,877	34,665
Provision for loan losses	2,489	2,165	1,724
Net interest income after provision for loan losses	39,403	38,712	32,941
Other income			
Service charges on deposit accounts	3,946	3,758	3,506
Other service fees	3,560	3,400	3,351
Mortgage banking income	451	257	363
Net gain on sales of mortgage loans	5,882	6,026	5,220
Other income	1,605	904	804
Total other income	15,444	14,345	13,244
Other expense			
Personnel	19,161	18,693	17,428
Occupancy and equipment expense	3,917	3,901	3,294
General administrative and miscellaneous	9,103	8,686	8,053
Amortization of core deposit intangibles	777	813	853
Total other expense	32,958	32,093	29,628
Income before income taxes	21,889	20,964	16,557
Income tax expense	7,201	7,172	5,399
Net income	\$ 14,688	\$ 13,792	\$ 11,158
Per share information			
Basic income	\$ 1.39	\$ 1.30	\$ 1.04
Diluted income	\$ 1.37	\$ 1.28	\$ 1.03
Cash dividends	\$ 0.51	\$ 0.47	\$ 0.43
Weighted Average Number of Common Shares-Basic	10,595	10,641	10,685
Weighted Average Number of Common Shares-Diluted	10,713	10,789	10,829

Refer to the Yadkin Valley Financial Corporation Annual Report on Form 10-K included with the proxy statement for the 2008 Annual Shareholders' Meeting for a complete set of consolidated financial statements.

Yadkin Valley Financial Corporation
P.O. Box 888, Elkin, NC 28621-0888
www.yadkinvalleybank.com

Customers seeking assistance with their Yadkin Valley Bank accounts and services may call 336-526-6223 or toll free 1-866-867-9979. Copies of the Company's Forms 10-K and 10-Q, filed with the Securities and Exchange Commission, are available at their website (www.sec.gov), and prior annual and quarterly reports to shareholders may be obtained on our website under Investor Relations, by writing to the above address or by calling 336-526-6312.

Shareholder Information

For shareholder inquiries concerning dividend checks, tax information, transferring ownership, address changes, or lost or stolen stock certificates, please contact our transfer agent:

First Citizens Bank
Corporate Trust Department
Raleigh, NC 27626
1-877-685-0576

Yadkin Valley Financial Corporation common stock is traded under the YAVY symbol. The stock is traded on the NASDAQ® Global Select Market, and daily quotations may be obtained from area and regional newspapers. The primary market makers for Yadkin Valley Financial Corporation are Howe Barnes Investments, Inc., FTN Midwest Securities, Morgan Stanley & Co., Inc., FIG Partners, Morgan Keegan & Company, and BB&T Investment Services.

Annual Meeting

The Yadkin Valley Financial Corporation Annual Meeting of Shareholders will be held at 4:00 p.m. on Thursday, May 22nd, at Holiday Inn Express, 1713 NC 67 Hwy., Jonesville, NC 28642.

This Annual Report contains forward-looking statements. Such statements are subject to certain factors that may cause the Company's results to vary from those expected. These factors include changing economic and financial market conditions, competition, ability to execute our business plan, items already mentioned in this annual report, and other factors described in our filings with the Securities and Exchange Commission. Readers are cautioned not to place undue reliance on these forward-looking statements, which reflect management's judgment only as of the date hereof. The Company undertakes no obligation to publicly revise these forward-looking statements to reflect events and circumstances that arise after the date hereof.

30 Locations Throughout the Yadkin Valley, High Country, Piedmont & Cardinal State Markets.

Yadkin Valley Bank

110 West Market Street	Elkin	336-526-6301
1318 North Bridge Street	Elkin	336-526-6372
117 Paulines Street	East Bend	336-699-2930
709 East Main Street	Jefferson	336-246-4555
101 North Bridge Street	Jonesville	336-835-6197
1404 West D Street	North Wilkesboro	336-838-3300
4611 Yadkinville Road	Pfafftown	336-922-9888
1488 Mount Jefferson Road	West Jefferson	336-246-9800
107 North Fifth Avenue	West Jefferson	336-246-4644
301 West Main Street	Wilkesboro	336-838-0123
104 Progress Lane	Yadkinville	336-677-2000

Piedmont Bank

19525 W. Catawba Avenue	Cornelius	704-892-7887
100 North Statesville Road	Huntersville	704-875-7759
520 East Plaza Drive	Mooresville	704-799-2102
165 Williamson Road	Mooresville	704-660-0111
197 Medical Park Road	Mooresville	704-235-5888
127 North Cross Lane	Statesville	704-873-4130
325 East Front Street	Statesville	704-871-1100
3475 East Broad Street	Statesville	704-978-2222

High Country Bank

149 Jefferson Road	Boone	828-265-4333
176 Shadowline Drive	Boone	828-263-8900
783 West King Street, Suite A	Boone	828-263-8943
520 Church Road	Boone	828-263-8950
3618 Mitchell Avenue	Linville	828-733-9903

Cardinal State Bank

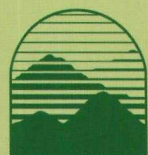
405 Main Street	Creedmoor	*Opening 2008
5309 Highgate Drive	Durham	919-806-8881
115 East Carver Street	Durham	919-477-9921
3400 Westgate Drive	Durham	919-403-2266
100 South Churton Street	Hillsborough	919-732-5003
237 South Churton Street	Hillsborough	*Opening 2008

embracing change

We see the challenges of a changing world as opportunities to transform.

Whether it's opening a new location like our Pfafftown office, adding new services like free usage of 32,000 ATMs nationwide, or going beyond banking with insurance and investment services, we're here to adapt and help our customers spread their wings.





YADKIN VALLEY
FINANCIAL CORPORATION