

Allocation of Basis As a Result of Spin-Off from Republic First Bancorp in 2005

On February 1, 2005 First Bank of Delaware was spun-off in a tax free distribution of newly issued fbod.ob stock, and one share of the newly issued stock was issued for each share of Republic First Bancorp stock (symbol:frbk). The allocation of basis for tax purposes is computed as follows:

1-31-05 **Distribution:** 1 share First Bank of Delaware common [OTCBB: FBOD] per share Republic First Bancorp, Inc. common held [NASDAQ: FRBK]. Record date 1-19-2005. Ex-date 2-1-2005. See below for taxability.

Basis Allocation

1 share Republic First Bancorp common	76.2197%
1 share First Bank of Delaware common	23.7803%

Basis allocation based on average of high/low market prices: (a) Republic First common (16.61/15.98) 1-31-2005, distribution date: \$16.295, and (b) First Bank of Delaware common (4.50/3.25) 2-1-2005, first day of public trading following distribution date: \$3.875.