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For Immediate Release

**LOTUS BANCORP, INC. AND FENTURA FINANCIAL, INC. ANNOUNCE  
BANKING VENTURE**

Satish B. Jasti, President and CEO of Lotus Bancorp, Inc. and Donald L. Grill, President and CEO of Fentura Financial, Inc. recently announced a unique banking venture between their companies.

Lotus Bancorp, Inc. is a newly formed bank holding company, whose wholly owned subsidiary, Lotus Bank, is headquartered in Novi, Michigan. Lotus Bank is a newly formed bank which opened for business in March of this year. In addition to serving as a local community bank in the Novi area, Lotus Bank will specifically target and serve the financial needs of the healthcare industry and the Asian and Indian demographic of Southeast Michigan. Lotus Bank currently operates from an office located at 45650 Grand River Avenue in Novi with plans to occupy a new headquarters to be built near the intersection of 12 Mile and Novi Roads later this year. According to President and CEO Jasti, "We are pleased to announce this new investment and banking venture with Fentura Financial, Inc.. We believe our company and our customers will benefit from the unique working arrangement."

Fentura Financial, Inc. is a multi-bank holding company headquartered in Fenton, Michigan. In addition to three wholly owned subsidiary banks, Fentura has previously invested in four other newly formed Michigan banks since 2004. According to Fentura President and CEO Donald L. Grill, "Supporting the establishment and development of newly formed community banks in the state of Michigan has become a specialty line of business for Fentura Financial, Inc. In addition to our initial investment, we offer assistance in employee training, regulatory compliance, data processing and loan participation services. We are pleased to have the opportunity to invest in Lotus Bancorp, Inc. and we look forward to a long and mutually beneficial working relationship with our friends at Lotus Bank."

Fentura Financial, Inc. shares are traded over the counter under the FETM trading symbol.

**CAUTIONARY STATEMENT:** This press release contains certain forward-looking statements that involve risks and uncertainties. Forward-looking statements include, but are not limited to, statements concerning future growth in earning assets and net income. Such statements are subject to certain risks and uncertainties which could cause actual results to differ materially from those expressed or implied by such forward-looking statements, including, but not limited to, economic, competitive, governmental and technological factors affecting the Company's operations, markets, products, services, interest rates and fees for services. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date of this press release. Further information concerning our business, including additional factors that could materially affect our financial results, is included in our filings with the Securities and Exchange Commission.