



July 14, 2006

FENTURA FINANCIAL, INC. ANNOUNCES SECOND QUARTER EARNINGS

Fentura Financial, Inc. reported net income of \$1,258,000 or \$.59 per diluted share* for the three months ended June 30, 2006 compared to net income of \$1,293,000 or \$.62 per diluted share* reported for the second quarter of 2005. Net interest income increased \$157,000 due to the continued growth of loans while non interest income increased \$95,000 principally due to increases in trust and investment income and in service charges on deposit accounts. These quarter to quarter increases were offset by a \$389,000 increase in non interest expense due to additional staff and operating costs associated with a new branch office of The State Bank which opened in April. Provision expense to the allowance for loan losses declined \$89,000 during the quarter ended June 30, 2006 comparing to the same quarter in 2005 based on the estimated adequacy of the allowance.

Fentura reported 2006 year to date earnings of \$2,465,000 or \$1.15 per diluted share*, a 0.8% increase over the \$2,446,000 or \$1.17 per diluted share* reported for the first half of 2005. During this period, the Company achieved net interest income of \$11,711,000 an increase of 5.7% over the \$11,077,000 reported in the first half of 2005. Interest income from continued loan growth accounts for the increase. Non interest income of \$3,659,000 increased compared to the \$3,354,000 reported for the six months ended June 30, 2005 primarily due to increases in both service charges on deposit accounts and trust and investment income and a non recurring security portfolio loss recognized in 2005 on the sale of securities to fund an investment in higher yielding instruments. Non interest expense of \$11,256,000 increased in the first half of 2006 compared to the \$10,392,000 reported in 2005 due principally to the additional staff and operating costs associated with the new branch office at The State Bank.

Total assets increased 4.6% from \$601,271,000 at June 30, 2005 to \$629,165,000 at June 30, 2006 driven principally by an 8.1% increase in total loans and a substantial 12.4% increase in commercial loans. Total deposits increased \$31,293,000 or 6.2%, and total stockholders equity increased \$3,369,000 or 7.5% to \$48,045,000 at June 30, 2006 .

-more-



July 14, 2006

SECOND QUARTER EARNINGS (page 2)

Fentura is a bank holding company headquartered in Fenton , Michigan . Subsidiary banks include The State Bank headquartered in Fenton with offices serving Fenton, Linden, Holly, Grand Blanc and Brighton; Davison State Bank headquartered in Davison, Michigan with offices serving Davison; and West Michigan Community Bank headquartered in Hudsonville, Michigan with offices serving Hudsonville, Holland, Jenison, and Grandville. Fentura Financial, Inc. shares are traded over the counter under the FETM trading symbol.

*Per share data adjusted for 10% stock dividend payable August 4, 2006 .