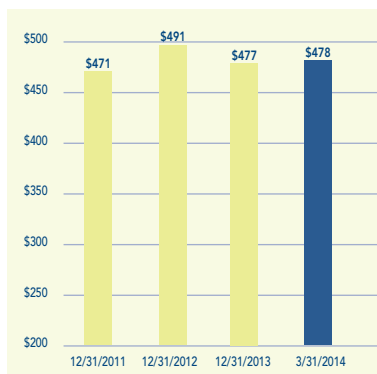


Shareholder Report

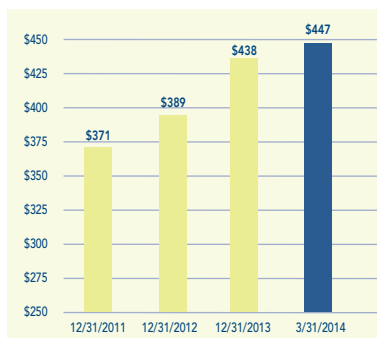
Salisbury Bancorp, Inc. is the holding company for Salisbury Bank and Trust Company



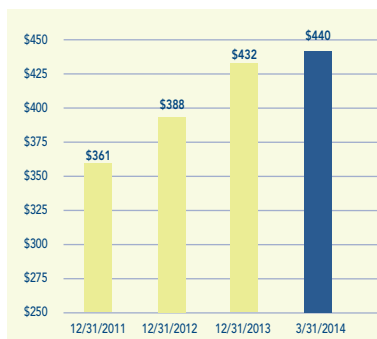
Deposits (in millions)



Loans Receivable, Net (in millions)



Wealth Advisory Assets (in millions)



Common Share Data (unaudited)

At 3/31/14

Closing Price	\$26.86
Market Capitalization	\$45.9 mm
Dividend Yield	4.17%
Common Shares Outstanding	1,711,121
Institutional Ownership	9.47%

The first quarter saw continued growth in our lending portfolio as well as wealth assets under management. The continued growth in these areas reflects the efforts of the Salisbury team as the economy continues to find its footing. Earnings for the quarter include certain one-time expenses totaling \$287,000 (after tax) related to the previously announced strategic initiatives. We continue to focus on building shareholder value by deploying the balance sheet growth in a profitable and risk appropriate manner. We expect to benefit from these strategic initiatives as both our new Great Barrington branch and the acquisition of the Sharon, CT branch of Union Savings Bank are scheduled to be consummated in the second quarter of 2014. In addition, we are also working to consummate the Riverside Bank acquisition prior to year end.

Financial Highlights

- **Net income available to common shareholders** was \$505,000, or \$0.29 per common share, for the first quarter ended March 31, 2014 (first quarter 2014), compared with \$940,000, or \$0.55 per common share, for the fourth quarter ended December 31, 2013 (fourth quarter 2013), and \$900,000, or \$0.53 per common share, for the first quarter ended March 31, 2013 (first quarter 2013).
- **Earnings per common share** of \$0.29 decreased \$0.26 versus fourth quarter 2013, and decreased \$0.24, versus first quarter 2013.
- **Excluding certain one-time expenses** of \$287,000 and \$202,000 (after taxes) substantially related to professional fees which were incurred in conjunction with strategic initiatives during the first quarter 2014 and fourth quarter 2013 respectively (non-GAAP):
 - Earnings per common share of \$0.46 decreased \$0.21 versus fourth quarter 2013, and decreased \$0.07, versus first quarter 2013. Net Income decreased \$344,000, or 29%, versus fourth quarter 2013 and decreased \$102,000 versus first quarter 2013. Non-interest expense increased \$65,000, or 1%, versus fourth quarter 2013 and increased \$105,000 versus first quarter 2013.
- **Tax equivalent net interest income** decreased \$11,000, or 0.2%, versus fourth quarter 2013, and increased \$202,000, or 4.1%, versus first quarter 2013.
- **Net loan charge-offs** were \$127,000, versus \$163,000 for fourth quarter 2013 and \$70,000 for first quarter 2013.
- **Non-interest income** decreased \$133,000 versus fourth quarter 2013 and decreased \$187,000 versus first quarter 2013.
- **Non-interest expense** increased \$133,000 versus fourth quarter 2013 and increased \$405,000 versus first quarter 2013.
- **Net loans receivable** increased \$8.3 million or 2% during the first calendar quarter of 2014 to \$446.5 million, which reflected an increase of \$40.2 million or 10% from the end of the first quarter of 2013.
- **Non-performing assets** increased \$1.0 million during first quarter 2014 to \$8.5 million, or 1.4% of assets at March 31, 2014, from \$7.5 million, or 1.3% of assets at December 31, 2013, and decreased \$0.8 million from \$9.3 million, or 1.6% of assets at March 31, 2013.
- The Board of Directors of Salisbury Bancorp, Inc. declared a \$0.28 per common share quarterly cash dividend at their April 25, 2014 meeting. The dividend will be paid on May 30, 2014 to shareholders of record as of May 9, 2014.

Happenings

On March 19, 2014, Salisbury announced the execution of a definitive agreement with Riverside Bank of Poughkeepsie, New York through which, following the satisfaction of normal closing conditions, including receipt of regulatory and shareholder approvals, Riverside Bank will merge with and into Salisbury Bank and Trust Company. In addition, on January 31, 2014, Salisbury announced signing an agreement to acquire a branch and related deposits located in Sharon, Connecticut and to consolidate it with an existing Sharon, Connecticut branch of Salisbury Bank and Trust Company. This branch acquisition is expected to be consummated during the second quarter of 2014. Additionally, the Bank established a new branch in Great Barrington, Massachusetts, which opened on May 5, 2014.

**1Q14 Shareholder Report
March 31, 2014**
About Salisbury Bank

Connecticut state-chartered bank and trust company.

Formed in 1925 by a merger of the Salisbury Savings Society, founded in 1848, and the Robbins Burrall Trust Company founded in 1874.

Provides personal banking, commercial banking and wealth management services.

Nine banking offices serving:

- Litchfield County, CT
- Berkshire County, MA
- Dutchess County, NY

Shareholder Information
Transfer Agent

Registrar and Transfer Company
10 Commerce Drive
Cranford, NJ 07016
800.368.5948
www.rtco.com

Stock Symbol: SAL

Salisbury Bancorp, Inc.'s common stock is traded under the symbol SAL on the NASDAQ.

**Dividend Reinvestment and
Stock Purchase Plan**

For more information and enrollment form, visit salisburybank.com and click on Shareholder Relations.

**For our Annual Report or
Other Information**

Visit salisburybank.com and click on Shareholder Relations.

Shelly L. Humeston, Secretary
Salisbury Bancorp, Inc.
PO Box 1868
Lakeville, CT 06039-1868
860.435.9801

**Financial Reports, News Releases,
Company Information and
Email Alerts**

Visit salisburybank.com and click on Shareholder Relations.

Salisbury Bancorp, Inc. and Subsidiary
Selected Consolidated Financial Data (in thousands except ratios and per share amounts) (unaudited)

<i>At or for the three month periods ended</i>	3/31/14	12/31/13	9/30/13	6/30/13	3/31/13
Total assets	\$589,771	\$587,109	\$589,481	\$600,712	\$597,343
Loans receivable, net	446,518	438,178	420,306	416,729	406,258
Total securities	98,015	99,831	105,156	111,950	124,004
Deposits	477,512	477,369	479,869	492,040	487,773
FHLBB advances	30,017	30,411	30,801	31,187	31,574
Shareholders' equity	74,001	72,790	71,211	71,489	72,206
Wealth assets under management	439,951	431,793	408,448	402,897	404,211
Non-performing loans	8,149	7,172	9,166	9,204	8,587
Non-performing assets	8,527	7,549	9,737	9,639	9,299
Accruing loans past due 30-89 days	4,021	5,374	5,094	4,271	4,718
Net interest and dividend income	4,775	4,793	4,659	4,633	4,603
Net interest and dividend income, tax equivalent	5,104	5,115	4,967	4,942	4,903
Provision for loan losses	337	190	240	240	396
Non-interest income	1,438	1,571	1,459	1,650	1,625
Non-interest expense	5,110	4,977	4,643	4,610	4,705
Income before income taxes	766	1,197	1,235	1,433	1,127
Income tax provision	215	214	219	289	187
Net income	551	980	1,016	1,144	940
Net income available to common shareholders	505	940	976	1,103	900
Per share data					
Basic and diluted earnings per common share	\$0.29	\$0.55	\$0.57	\$0.65	\$0.53
Diluted earnings per common share	0.29	0.55	0.57	0.65	0.53
Dividends per common share	0.28	0.28	0.28	0.28	0.28
Book value per common share	33.90	33.21	32.28	32.45	32.88
Tangible book value per common share - Non-GAAP	27.85	27.12	26.17	26.30	26.70
Common shares outstanding at end of period	1,711	1,710	1,710	1,710	1,709
Weighted average common shares outstanding, basic and diluted, for purposes of calculating EPS	1,691	1,691	1,691	1,691	1,690
Profitability ratios					
Net interest margin (tax equivalent)	3.72%	3.71%	3.51%	3.54%	3.54%
Efficiency ratio (tax equivalent) ¹	77.11	71.77	71.72	68.88	70.93
Non-interest income to operating revenue	23.14	24.68	23.85	26.26	26.08
Effective income tax rate	28.02	17.92	17.70	20.19	16.59
Return on average assets	0.35	0.64	0.64	0.74	0.61
Return on average common shareholders' equity	3.53	6.69	7.05	7.81	6.45
Credit quality ratios					
Net charge-offs to average loans receivable, gross	0.12%	0.15%	0.20%	0.29%	0.07%
Non-performing loans to loans receivable, gross	1.81	1.62	2.16	2.19	2.09
Accruing loans past due 30-89 days to loans receivable, gross	0.89	1.22	1.20	1.02	1.15
Allowance for loan losses to loans receivable, gross	1.09	1.06	1.10	1.10	1.14
Allowance for loan losses to non-performing loans	60.05	65.30	50.80	50.32	54.59
Non-performing assets to total assets	1.45	1.29	1.65	1.60	1.56
Capital ratios					
Common shareholders' equity to assets	9.83%	9.67%	9.37%	9.24%	9.41%
Tangible common shareholders' equity to assets - Non-GAAP	8.22	8.04	7.73	7.62	7.78
Tier 1 leverage capital	10.65	10.65	10.28	10.23	10.17
Total risk-based capital	16.42	16.46	16.67	16.48	16.47

¹ Calculated using SNL's methodology: Noninterest expense before OREO expense, amortization of intangibles, and goodwill impairments as a percent of net interest income (fully taxable equivalent) and noninterest revenues, excluding gains from securities transactions and nonrecurring FHLBB prepayment fees and litigation expenses.