

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 8-K
CURRENT REPORT

PURSUANT TO SECTION 13 OR 15(D) OF THE
SECURITIES EXCHANGE ACT OF 1934

Date of Report (Date of earliest event reported): July 23, 2007

NBT BANCORP INC.

(Exact name of registrant as specified in its charter)

DELAWARE
(State or other jurisdiction of incorporation)

0-14703
(Commission File Number)

16-1268674
(IRS Employer Identification No.)

52 SOUTH BROAD STREET, NORWICH, NEW YORK 13815
(Address of principal executive offices)

Registrant's telephone number, including area code: (607) 337-2265

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communication pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

ITEM 2.02 Results of Operations and Financial Condition

On July 23, 2007, NBT Bancorp Inc. issued a press release describing its results of operations for the quarter and six months ending June 30, 2007, announcing an increase in quarterly cash dividend to \$0.20 per share to be paid on September 15, 2007 to shareholders of record on September 1, 2007, and authorizing buyback of an additional 1,000,000 shares. That press release is furnished as Exhibit 99.1 hereto.

ITEM 9.01 Financial Statements and Exhibits

(d) The following is being furnished herewith:

| Exhibit No. | Exhibit Description |
|----------------------|--|
| 99.1 | Press release text of NBT Bancorp Inc. dated July 23, 2007 |

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

NBT BANCORP INC.

(Registrant)

/s/ Michael J. Chewens

Michael J. Chewens
Senior Executive Vice President,
Chief Financial Officer and Corporate Secretary

Date: July 24, 2007

Contact: Martin A. Dietrich, CEO
Michael J. Chewens, CFO
NBT Bancorp Inc.
52 South Broad Street
Norwich, NY 13815
607-337-6119

NBT BANCORP INC. ANNOUNCES QUARTERLY EARNINGS OF \$12.1 MILLION; DECLARES CASH DIVIDEND; AUTHORIZES BUYBACK OF AN ADDITIONAL 1,000,000 SHARES

NORWICH, NY (July 23, 2007) – NBT Bancorp Inc. (NBT) (NASDAQ: NBTB) reported today that net income for the six months ended June 30, 2007, was \$26.2 million, down 5.6% or \$1.6 million from net income of \$27.8 million reported for the same period in 2006. Net income per diluted share for the six month period ended June 30, 2007, was \$0.77 per share, compared with \$0.81 per share for the same period in 2006. Return on average assets and return on average equity were 1.04% and 12.98%, respectively, for the six months ended June 30, 2007, compared with 1.17% and 14.93%, respectively, for the same period in 2006. The decrease in net income for the six months ended June 30, 2007, was primarily the result of an \$8.4 million increase in provision for loan and lease losses compared to the same period last year. This increase in expense was partially offset by a \$2.9 million increase in noninterest income and a \$3.3 million decrease in noninterest expense.

Net income for the three months ended June 30, 2007, was \$12.1 million, down 14.9% or \$2.1 million from net income of \$14.2 million reported for the same period in 2006. Net income per diluted share for the three months ended June 30, 2007, was \$0.36 per share, compared with \$0.41 per share for the same period in 2006. Return on average assets and return on average equity were 0.95% and 11.90%, respectively, for the three months ended June 30, 2007, compared with 1.15% and 14.71%, respectively, for the same period in 2006. The decrease in net income for the three months ended June 30, 2007, was primarily the result of an \$8.1 million increase in provision for loan and lease losses compared to the same period last year. This increase in expense was partially offset by a \$1.4 million increase in noninterest income and a \$3.7 million decrease in noninterest expense.

The comparability of financial information for the six months ended June 30, 2007 and 2006, is affected by the acquisition of CNB Bancorp, Inc. ("CNB"). Operating results include the operations of CNB from the date of acquisition, which was February 10, 2006.

Loan and Lease Quality and Provision for Loan and Lease Losses

Nonperforming loans at June 30, 2007, were \$34.4 million or 1.00% of total loans and leases compared with \$17.4 million or 0.51% of total loans and leases at March 31, 2007, \$15.3 million or 0.45% of total loans and leases at December 31, 2006, and \$12.9 million or 0.38% of total loans and leases at June 30, 2006. This increase is primarily due to one owner-occupied commercial real estate relationship, as well as several dairy credits. Annualized net charge-offs to average loans and leases for the six months ended June 30, 2007, were 0.32%, compared with 0.20% for the six months ended June 30, 2006 and 0.26% for the year ended December 31, 2006. The Company's allowance for loan and lease losses was 1.66% of loans and leases at June 30, 2007, compared with 1.50% at June 30, 2006, and 1.48% at December 31, 2006.

For the three months and six months ended June 30, 2007, the provision for loan and lease losses totaled \$9.8 million and \$11.9 million, respectively, compared with \$1.7 million and \$3.4 million for the same periods in 2006. The increase in the provision is primarily due to the increase in nonperforming loans and charge-offs.

Net Interest Income

Net interest income was up 0.6% to \$82.0 million for the six months ended June 30, 2007, compared with \$81.5 million for the same period a year ago. Despite a decrease in the Company's fully taxable equivalent (FTE) net interest margin, from 3.80% for the six months ended June 30, 2006, to 3.63% for the same period in 2007, the Company experienced a slight increase in net interest income that was primarily attributable to an 5.8% growth in average earning assets. The growth in average earning assets was due primarily to consumer loan growth.

Net interest income remained consistent at \$41.4 million for the three months ended June 30, 2007, compared with the same period a year ago. Despite a decrease in the Company's FTE net interest margin, from 3.73% for the three months ended June 30, 2006, to 3.63% for the same period in 2007, the Company's net interest income remained steady. This was primarily attributable to a 3.5% growth in average earning assets. The growth in average earning assets was due to organic loan growth, particularly consumer loans.

The decline in the net interest margin from the prior year is due largely to the effect from our borrowings, money market accounts and time deposits repricing in a higher interest rate environment. Earning assets, particularly those tied to a fixed rate, have not realized the benefit of the higher interest rate environment, since yields on earning assets with terms of three years or longer have remained relatively flat during this period. The Company anticipates that margin pressure will persist into the next several quarters, given the current interest rate environment. Our net interest margin has remained flat from the prior quarter and if the yield curve remains flat or inverted, we expect net interest income to remain relatively flat through 2007.

NBT President and CEO Martin A. Dietrich said, "The increase in non-performing loans is generally limited to the areas already mentioned above and we believe we have recognized these issues in a timely and prudent manner. Despite the increased level of non-performing loans, I remain pleased with our financial performance this year given the challenging environment in which we operate. A sharp focus on our cost structure, as well as steady growth in certain fee income categories has improved our efficiency ratio. In addition, our margin, which had compressed for several quarters, held steady in the second quarter compared to the first."

Noninterest Income

Noninterest income for the six months ended June 30, 2007, was \$26.7 million, up \$2.9 million or 12.2% from \$23.8 million for the same period in 2006. The increase in noninterest income was due primarily to an increase in fees from service charges on deposit accounts and ATM and debit cards, which collectively increased \$1.2 million from growth in our debit card base as well as growth in our demand deposit accounts. In addition, trust administration income increased \$0.4 million for the six months ended June 30, 2007, compared with the same period in 2006. This increase stems from market appreciation of existing accounts and an increase in customer accounts resulting from successful business development. Retirement plan administration fees for the three months ended June 30, 2007, increased \$0.5 million, compared with the same period in 2006, as a result of our growing client base. Net securities losses for the six months ended June 30, 2006, were \$0.9 million. Excluding the effect of these securities transactions, noninterest income increased \$2.0 million, or 8.0%, for the six months ended June 30, 2007, compared with the same period in 2006.

Noninterest income for the three months ended June 30, 2007, was \$14.0 million, up \$1.4 million or 11.4% from \$12.6 million for the same period in 2006. The increase in noninterest income was due primarily to an increase in fees from service charges on deposit accounts and ATM and debit cards, which collectively increased \$0.7 million from growth in our debit card base as well as growth in our demand deposit accounts. In addition, trust administration income increased \$0.3 million for the three months ended June 30, 2007, compared with the same period in 2006. This increase stems from market appreciation of existing accounts and an increase in customer accounts resulting from successful business development. Retirement plan administration fees for the three months ended June 30, 2007, increased \$0.2 million, compared with the same period in 2006, as a result of our growing client base.

Noninterest Expense and Income Tax Expense

Noninterest expense for the six months ended June 30, 2007, was \$58.9 million, down from \$62.2 million for the same period in 2006. This decrease was principally the result of a decrease of \$3.1 million, or 9.7%, in salaries and employee benefits. This decrease was due primarily to a reduction in incentive compensation and pension expenses incurred in 2007. Income tax expense for the six months ended June 30, 2007, was \$11.7 million, down from \$11.9 million for the same period in 2006. The effective rate for the six months ended June 30, 2007, was 30.9%, up from 30.0% for the same period in 2006. The increase in the effective tax rate for the six months ended June 30, 2007, compared with the same period in 2006 resulted primarily from a tax refund received in the first quarter of 2006.

Noninterest expense for the three months ended June 30, 2007, was \$28.0 million, down from \$31.7 million for the same period in 2006. This decrease was principally the result of a decrease of \$3.3 million, or 20.3%, in salaries and employee benefits. This decrease was due primarily to a reduction in incentive compensation and pension expenses incurred during the first six months of 2007. Office expenses, such as supplies and postage, occupancy, equipment and data processing and communications charges, decreased by \$0.3 million, or 3.6%, for the three months ended June 30, 2007, compared with the same period in 2006. Income tax expense for the three months ended June 30, 2007, was \$5.5 million, down from \$6.4 million for the same period in 2006. The effective rate for the three months ended June 30, 2007, was 31.3%, up from 31.0% for the same period in 2006.

Balance Sheet

Total assets were \$5.1 billion at June 30, 2007, up \$125.7 million from \$5.0 billion at June 30, 2006, and up \$34.1 million from December 31, 2006. Loans and leases were \$3.4 billion at June 30, 2007, up \$84.4 million or 2.5% from \$3.3 billion at June 30, 2006, and up \$19.6 million or 0.6% from \$3.4 billion at December 31, 2006. These increases were due primarily to an increase in consumer loans. Total deposits were \$4.0 billion at June 30, 2007, up \$211.3 million or 5.6% from \$3.7 billion at June 30, 2006, and up \$162.9 million or 4.3% from \$3.8 billion at December 31, 2006. These increases were due primarily to growth in time deposits, money market accounts and savings accounts. Stockholders' equity was \$390.9 million, representing total equity to total assets of 7.63% at June 30, 2007, compared with \$377.6 million or total equity to total asset ratio of 7.56% at June 30, 2006, and \$403.8 million or total equity to total asset ratio of 7.94% at December 31, 2006.

Stock Repurchase Program

On July 23, 2007, the NBT Board of Directors authorized a new repurchase program whereby NBT intends to repurchase up to an additional 1,000,000 shares (approximately 3%) of its outstanding common stock, as market conditions warrant in open market and privately negotiated transactions. When this repurchase was authorized, there were 636,780 shares remaining under previous authorizations. These remaining shares were combined with this new authorization, increasing the total shares available for repurchase to 1,636,780.

Under previously mentioned stock repurchase plans, the Company purchased 1,100,367 shares of its common stock during the six-month period ended June 30, 2007, for a total of \$25.0 million at an average price of \$22.76 per share. For the three-month period ended June 30, 2007, the Company purchased 726,400 shares of its common stock for a total of \$16.5 million at an average price of \$22.69 per share.

Dividend Declared

The NBT Board of Directors declared a third-quarter cash dividend of \$0.20 per share at a meeting held today. The dividend will be paid on September 15, 2007, to shareholders of record as of September 1, 2007.

Corporate Overview

NBT is a financial holding company headquartered in Norwich, NY, with total assets of \$5.1 billion at June 30, 2007. The Company primarily operates through NBT Bank, N.A., a full-service community bank with two divisions, and through two financial services companies. NBT Bank, N.A. has 118 locations, including 80 NBT Bank offices in upstate New York and 38 Pennstar Bank offices in northeastern Pennsylvania. EPIC Advisors, Inc., based in Rochester, NY, is a full-service 401(k) plan recordkeeping firm. Hathaway Insurance Agency, Inc., based in Gloversville, NY, is a full-service insurance agency. More information about NBT and its divisions can be found on the Internet at: www.nbtbancorp.com, www.nbtbank.com, www.pennstarbank.com, www.epic1st.com and www.hathawayagency.com.

Forward-Looking Statements

This news release contains forward-looking statements. These forward-looking statements involve risks and uncertainties and are based on the beliefs and assumptions of the management of NBT Bancorp and its subsidiaries and on the information available to management at the time that these statements were made. There are a number of factors, many of which are beyond NBT's control, that could cause actual conditions, events or results to differ significantly from those described in the forward-looking statements. Factors that may cause actual results to differ materially from those contemplated by such forward-looking statements include, among others, the following possibilities: (1) competitive pressures among depository and other financial institutions may increase significantly; (2) revenues may be lower than expected; (3) changes in the interest rate environment may reduce interest margins; (4) general economic conditions, either nationally or regionally, may be less favorable than expected, resulting in, among other things, a deterioration in credit quality and/or a reduced demand for credit; (5) legislative or regulatory changes, including changes in accounting standards and tax laws, may adversely affect the businesses in which NBT is engaged; (6) competitors may have greater financial resources and develop products that enable such competitors to compete more successfully than NBT; and (7) adverse changes may occur in the securities markets or with respect to inflation. Forward-looking statements speak only as of the date they are made. Except as required by law, NBT does not undertake to update forward-looking statements to reflect subsequent circumstances or events.

NBT Bancorp Inc. and Subsidiaries
SELECTED FINANCIAL HIGHLIGHTS
(unaudited)

| | <u>2007</u> | <u>2006</u> | <u>Net Change</u> | <u>Percent Change</u> |
|----------------------------------|---|-------------|-----------------------|---------------------------|
| | (dollars in thousands, except per share data) | | | |
| Six Months Ended June 30, | | | | |
| Net Income | \$ 26,196 | \$ 27,757 | \$ (1,561) | -6% |
| Diluted Earnings Per Share | \$ 0.77 | \$ 0.81 | \$ (0.04) | -5% |
| Weighted Average Diluted | | | | |
| Common Shares Outstanding | 34,195,110 | 34,111,076 | 84,034 | 0% |
| Return on Average Assets (1) | 1.04% | 1.17% | -0.13% | -11% |
| Return on Average Equity (1) | 12.98% | 14.93% | -1.95% | -13% |
| Net Interest Margin (2) | 3.63% | 3.80% | -0.17% | -4% |

| | | | | |
|------------------------------------|------------|------------|------------|------|
| Three Months Ended June 30, | | | | |
| Net Income | \$ 12,064 | \$ 14,169 | \$ (2,105) | -15% |
| Diluted Earnings Per Share | \$ 0.36 | \$ 0.41 | \$ (0.05) | -12% |
| Weighted Average Diluted | | | | |
| Common Shares Outstanding | 33,936,096 | 34,471,723 | -535,627 | -2% |
| Return on Average Assets (1) | 0.95% | 1.15% | -0.20% | -17% |
| Return on Average Equity (1) | 11.90% | 14.71% | -2.81% | -19% |
| Net Interest Margin (2) | 3.63% | 3.73% | -0.10% | -3% |

| Asset Quality | June 30, | December 31, | June 30, |
|--|-----------------|--------------|-------------|
| | 2007 | 2006 | 2006 |
| Nonaccrual Loans | \$ 33,730 | \$ 13,665 | \$ 12,277 |
| 90 Days Past Due and Still Accruing | \$ 689 | \$ 1,642 | \$ 580 |
| Total Nonperforming Loans | \$ 34,419 | \$ 15,307 | \$ 12,857 |
| Other Real Estate Owned (OREO) | \$ 981 | \$ 389 | \$ 423 |
| Total Nonperforming Assets | \$ 35,400 | \$ 15,696 | \$ 13,280 |
| Allowance for Loan and Lease Losses | \$ 57,058 | \$ 50,587 | \$ 50,148 |
| Year-to-Date (YTD) Net Charge-Offs | \$ 5,395 | \$ 8,673 | \$ 3,148 |
| Allowance for Loan and Lease Losses to Total Loans and Leases | 1.66% | 1.48% | 1.50% |
| Total Nonperforming Loans to Total Loans and Leases | 1.00% | 0.45% | 0.38% |
| Total Nonperforming Assets to Total Assets | 0.69% | 0.31% | 0.27% |
| Allowance for Loan and Lease Losses to Total Nonperforming Loans | 165.77% | 330.48% | 390.04% |
| Annualized Net Charge-Offs to | | | |
| YTD Average Loans and Leases | 0.32% | 0.26% | 0.20% |

| Capital | | | |
|--------------------------------|----------|----------|----------|
| Equity to Assets | 7.63% | 7.94% | 7.56% |
| Book Value Per Share | \$ 11.72 | \$ 11.79 | \$ 11.15 |
| Tangible Book Value Per Share | \$ 8.29 | \$ 8.42 | \$ 7.72 |
| Tier 1 Leverage Ratio | 7.37% | 7.57% | 7.27% |
| Tier 1 Capital Ratio | 10.21% | 10.42% | 9.90% |
| Total Risk-Based Capital Ratio | 11.46% | 11.67% | 11.15% |

| Quarterly Common Stock Price | 2007 | | 2006 | | 2005 | |
|-------------------------------------|----------|----------|----------|----------|----------|----------|
| | High | Low | High | Low | High | Low |
| Quarter End | | | | | | |
| March 31 | \$ 25.81 | \$ 21.73 | \$ 23.90 | \$ 21.02 | \$ 25.66 | \$ 21.48 |
| June 30 | \$ 23.45 | \$ 21.80 | 23.24 | 21.03 | 24.15 | 20.10 |
| September 30 | | | 24.57 | 21.44 | 25.50 | 22.79 |
| December 31 | | | 26.47 | 22.36 | 23.79 | 20.75 |

- (1) Annualized
(2) Calculated on a FTE basis

NBT Bancorp Inc. and Subsidiaries
SELECTED FINANCIAL HIGHLIGHTS
(unaudited)

| | <u>2007</u> | <u>2006</u> | <u>Net</u> <u>Change</u> | <u>Percent</u> <u>Change</u> |
|-------------------------------------|---|--------------|-----------------------------|---------------------------------|
| | (dollars in thousands, except per share data) | | | |
| Balance Sheet as of June 30, | | | | |
| Loans and Leases | \$ 3,432,300 | \$ 3,347,876 | \$ 84,424 | 3% |
| Earning Assets | \$ 4,756,527 | \$ 4,636,111 | \$ 120,416 | 3% |
| Total Assets | \$ 5,121,634 | \$ 4,995,912 | \$ 125,722 | 3% |
| Deposits | \$ 3,959,166 | \$ 3,747,901 | \$ 211,265 | 6% |
| Stockholders' Equity | \$ 390,934 | \$ 377,606 | \$ 13,328 | 4% |

Average Balances

Six Months Ended June 30,

| | | | | |
|---|--------------|--------------|--------------|------|
| Loans and Leases | \$ 3,410,928 | \$ 3,225,053 | \$ 185,875 | 6% |
| Securities Available For Sale (excluding unrealized gains or losses) | \$ 1,126,209 | \$ 1,093,566 | \$ 32,643 | 3% |
| Securities Held To Maturity | \$ 144,683 | \$ 99,425 | \$ 45,258 | 46% |
| Regulatory Equity Investment | \$ 33,684 | \$ 40,357 | \$ (6,673) | -17% |
| Short-Term Interest Bearing Accounts | \$ 8,934 | \$ 7,543 | \$ 1,391 | 18% |
| Total Earning Assets | \$ 4,724,438 | \$ 4,465,944 | \$ 258,494 | 6% |
| Total Assets | \$ 5,083,653 | \$ 4,802,333 | \$ 281,320 | 6% |
| Interest Bearing Deposits | \$ 3,276,368 | \$ 2,925,441 | \$ 350,927 | 12% |
| Non-Interest Bearing Deposits | \$ 622,083 | \$ 602,632 | \$ 19,451 | 3% |
| Short-Term Borrowings | \$ 257,687 | \$ 359,039 | \$ (101,352) | -28% |
| Long-Term Borrowings | \$ 465,655 | \$ 487,742 | \$ (22,087) | -5% |
| Total Interest Bearing Liabilities | \$ 3,999,710 | \$ 3,772,222 | \$ 227,488 | 6% |
| Stockholders' Equity | \$ 407,128 | \$ 375,658 | \$ 31,470 | 8% |

Average Balances

Quarter Ended June 30,

| | | | | |
|---|--------------|--------------|-------------|------|
| Loans and Leases | \$ 3,423,130 | \$ 3,302,136 | \$ 120,994 | 4% |
| Securities Available For Sale (excluding unrealized gains or losses) | \$ 1,128,973 | \$ 1,132,330 | \$ (3,357) | 0% |
| Securities Held To Maturity | \$ 148,467 | \$ 101,481 | \$ 46,986 | 46% |
| Regulatory Equity Investment | \$ 32,576 | \$ 40,166 | \$ (7,590) | -19% |
| Short-Term Interest Bearing Accounts | \$ 8,618 | \$ 7,346 | \$ 1,272 | 17% |
| Total Earning Assets | \$ 4,741,764 | \$ 4,583,459 | \$ 158,305 | 3% |
| Total Assets | \$ 5,098,649 | \$ 4,937,007 | \$ 161,642 | 3% |
| Interest Bearing Deposits | \$ 3,307,241 | \$ 3,039,915 | \$ 267,326 | 9% |
| Non-Interest Bearing Deposits | \$ 627,172 | \$ 614,049 | \$ 13,123 | 2% |
| Short-Term Borrowings | \$ 250,112 | \$ 346,585 | \$ (96,473) | -28% |
| Long-Term Borrowings | \$ 449,464 | \$ 499,598 | \$ (50,134) | -10% |
| Total Interest Bearing Liabilities | \$ 4,006,817 | \$ 3,886,098 | \$ 120,719 | 3% |
| Stockholders' Equity | \$ 406,741 | \$ 386,183 | \$ 20,558 | 5% |

NBT Bancorp Inc. and Subsidiaries
Consolidated Balance Sheets (unaudited)**June 30,**
2007December 31,
2006June 30,
2006

(in thousands)

ASSETS

| | | | |
|--|---------------------|---------------------|---------------------|
| Cash and due from banks | \$ 134,058 | \$ 130,936 | \$ 136,005 |
| Short term interest bearing accounts | 7,252 | 7,857 | 9,575 |
| Securities available for sale, at fair value | 1,118,124 | 1,106,322 | 1,100,416 |
| Securities held to maturity (fair value of \$146,944, \$136,287 and \$109,562 at June 30, 2007, December 31, 2006 and June 30, 2006, respectively) | 147,537 | 136,314 | 110,331 |
| Federal Reserve and Federal Home Loan Bank stock | 33,061 | 38,812 | 40,338 |
| Loans and leases | 3,432,300 | 3,412,654 | 3,347,876 |
| Less allowance for loan and lease losses | 57,058 | 50,587 | 50,148 |
| Net loans and leases | 3,375,242 | 3,362,067 | 3,297,728 |
| Premises and equipment, net | 65,286 | 66,982 | 66,948 |
| Goodwill | 103,412 | 103,356 | 102,803 |
| Intangible assets, net | 10,998 | 11,984 | 13,338 |
| Bank owned life insurance | 42,667 | 41,783 | 40,926 |
| Other assets | 83,997 | 81,159 | 77,504 |
| TOTAL ASSETS | \$ 5,121,634 | \$ 5,087,572 | \$ 4,995,912 |

LIABILITIES AND STOCKHOLDERS' EQUITY

| | | | |
|---|---------------------|---------------------|---------------------|
| Deposits: | | | |
| Demand (noninterest bearing) | \$ 681,732 | \$ 646,377 | \$ 642,901 |
| Savings, NOW, and money market | 1,606,473 | 1,566,557 | 1,567,171 |
| Time | 1,670,961 | 1,583,304 | 1,537,829 |
| Total deposits | 3,959,166 | 3,796,238 | 3,747,901 |
| Short-term borrowings | 290,387 | 345,408 | 320,637 |
| Long-term debt | 352,151 | 417,728 | 421,736 |
| Trust preferred debentures | 75,422 | 75,422 | 75,422 |
| Other liabilities | 53,574 | 48,959 | 52,610 |
| Total liabilities | 4,730,700 | 4,683,755 | 4,618,306 |
| Total stockholders' equity | 390,934 | 403,817 | 377,606 |
| TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY | \$ 5,121,634 | \$ 5,087,572 | \$ 4,995,912 |

| NBT Bancorp Inc. and Subsidiaries Consolidated Statements of Income (unaudited) | Three months ended June 30, | | Six months ended June 30, | |
|--|--------------------------------|------------------|------------------------------|------------------|
| | 2007 | 2006 | 2007 | 2006 |
| (in thousands, except per share data) | | | | |
| Interest, fee and dividend income: | | | | |
| Loans and leases | \$ 60,689 | \$ 57,085 | \$ 120,497 | \$ 109,918 |
| Securities available for sale | 13,562 | 13,084 | 27,029 | 24,961 |
| Securities held to maturity | 1,525 | 1,043 | 2,969 | 2,028 |
| Other | 719 | 619 | 1,459 | 1,230 |
| Total interest, fee and dividend income | 76,495 | 71,831 | 151,954 | 138,137 |
| Interest expense: | | | | |
| Deposits | 26,950 | 20,869 | 52,934 | 38,094 |
| Short-term borrowings | 2,918 | 4,111 | 6,010 | 8,048 |
| Long-term debt | 3,997 | 4,227 | 8,483 | 8,369 |
| Trust preferred debentures | 1,272 | 1,255 | 2,540 | 2,138 |
| Total interest expense | 35,137 | 30,462 | 69,967 | 56,649 |
| Net interest income | 41,358 | 41,369 | 81,987 | 81,488 |
| Provision for loan and lease losses | 9,770 | 1,703 | 11,866 | 3,431 |
| Net interest income after provision for loan and lease losses | 31,588 | 39,666 | 70,121 | 78,057 |
| Noninterest income: | | | | |
| Trust | 1,792 | 1,459 | 3,229 | 2,817 |
| Service charges on deposit accounts | 4,936 | 4,493 | 9,405 | 8,712 |
| ATM and debit card fees | 2,041 | 1,789 | 3,937 | 3,434 |
| Broker/dealer and insurance revenue | 1,093 | 967 | 2,176 | 1,875 |
| Net securities gains (losses) | 21 | 22 | 16 | (912) |
| Bank owned life insurance income | 450 | 392 | 884 | 773 |
| Retirement plan administration fees | 1,601 | 1,431 | 3,193 | 2,662 |
| Other | 2,058 | 2,003 | 3,842 | 4,419 |
| Total noninterest income | 13,992 | 12,556 | 26,682 | 23,780 |
| Noninterest expense: | | | | |
| Salaries and employee benefits | 13,022 | 16,335 | 28,986 | 32,083 |
| Office supplies and postage | 1,334 | 1,456 | 2,630 | 2,637 |
| Occupancy | 2,585 | 2,747 | 5,754 | 5,735 |
| Equipment | 1,837 | 2,067 | 3,770 | 4,223 |
| Professional fees and outside services | 1,926 | 1,800 | 3,584 | 3,632 |
| Data processing and communications | 2,845 | 2,649 | 5,722 | 5,351 |
| Amortization of intangible assets | 410 | 466 | 819 | 789 |
| Loan collection and other real estate owned | 228 | 289 | 605 | 500 |
| Other operating | 3,827 | 3,885 | 7,016 | 7,216 |
| Total noninterest expense | 28,014 | 31,694 | 58,886 | 62,166 |
| Income before income taxes | 17,566 | 20,528 | 37,917 | 39,671 |
| Income taxes | 5,502 | 6,359 | 11,721 | 11,914 |
| Net income | \$ 12,064 | \$ 14,169 | \$ 26,196 | \$ 27,757 |
| Earnings Per Share: | | | | |
| Basic | \$ 0.36 | \$ 0.41 | \$ 0.77 | \$ 0.82 |
| Diluted | \$ 0.36 | \$ 0.41 | \$ 0.77 | \$ 0.81 |

| NBT Bancorp Inc. and Subsidiaries | 2Q | 1Q | 4Q | 3Q | 2Q |
|--|------------------|------------------|------------------|------------------|------------------|
| Quarterly Consolidated Statements of Income (unaudited) | 2007 | 2007 | 2006 | 2006 | 2006 |
| (in thousands, except per share data) | | | | | |
| Interest, fee and dividend income: | | | | | |
| Loans and leases | \$ 60,689 | \$ 59,808 | \$ 60,795 | \$ 59,329 | \$ 57,085 |
| Securities available for sale | 13,562 | 13,467 | 13,296 | 13,342 | 13,084 |
| Securities held to maturity | 1,525 | 1,444 | 1,409 | 1,293 | 1,043 |
| Other | 719 | 740 | 517 | 724 | 619 |
| Total interest, fee and dividend income | 76,495 | 75,459 | 76,017 | 74,688 | 71,831 |
| Interest expense: | | | | | |
| Deposits | 26,950 | 25,984 | 25,652 | 24,052 | 20,869 |
| Short-term borrowings | 2,918 | 3,092 | 3,572 | 3,828 | 4,111 |
| Long-term debt | 3,997 | 4,486 | 4,091 | 4,603 | 4,227 |
| Trust preferred debentures | 1,272 | 1,268 | 1,277 | 1,285 | 1,255 |
| Total interest expense | 35,137 | 34,830 | 34,592 | 33,768 | 30,462 |
| Net interest income | 41,358 | 40,629 | 41,425 | 40,920 | 41,369 |
| Provision for loan and lease losses | 9,770 | 2,096 | 3,484 | 2,480 | 1,703 |
| Net interest income after provision for loan and lease losses | 31,588 | 38,533 | 37,941 | 38,440 | 39,666 |
| Noninterest income: | | | | | |
| Trust | 1,792 | 1,437 | 1,387 | 1,425 | 1,459 |
| Service charges on deposit accounts | 4,936 | 4,469 | 4,418 | 4,460 | 4,493 |
| ATM and debit card fees | 2,041 | 1,896 | 1,764 | 1,888 | 1,789 |
| Broker/dealer and insurance fees | 1,093 | 1,083 | 1,037 | 1,024 | 967 |
| Net securities gains (losses) | 21 | (5) | 30 | 7 | 22 |
| Bank owned life insurance income | 450 | 434 | 425 | 431 | 392 |
| Retirement plan administration fees | 1,601 | 1,592 | 1,424 | 1,450 | 1,431 |
| Other | 2,058 | 1,784 | 1,847 | 1,832 | 2,003 |
| Total noninterest income | 13,992 | 12,690 | 12,332 | 12,517 | 12,556 |
| Noninterest expense: | | | | | |
| Salaries and employee benefits | 13,022 | 15,964 | 15,166 | 15,628 | 16,335 |
| Office supplies and postage | 1,334 | 1,296 | 1,418 | 1,275 | 1,456 |
| Occupancy | 2,585 | 3,169 | 2,739 | 3,044 | 2,747 |
| Equipment | 1,837 | 1,933 | 2,069 | 2,040 | 2,067 |
| Professional fees and outside services | 1,926 | 1,658 | 2,502 | 1,627 | 1,800 |
| Data processing and communications | 2,845 | 2,877 | 2,466 | 2,637 | 2,649 |
| Amortization of intangible assets | 410 | 409 | 389 | 471 | 466 |
| Loan collection and other real estate owned | 228 | 377 | 629 | 222 | 289 |
| Other operating | 3,827 | 3,189 | 3,504 | 2,974 | 3,885 |
| Total noninterest expense | 28,014 | 30,872 | 30,882 | 29,918 | 31,694 |
| Income before income taxes | 17,566 | 20,351 | 19,391 | 21,039 | 20,528 |
| Income taxes | 5,502 | 6,219 | 5,743 | 6,497 | 6,359 |
| Net income | \$ 12,064 | \$ 14,132 | \$ 13,648 | \$ 14,542 | \$ 14,169 |
| Earnings per share: | | | | | |
| Basic | \$ 0.36 | \$ 0.41 | \$ 0.40 | \$ 0.43 | \$ 0.41 |
| Diluted | \$ 0.36 | \$ 0.41 | \$ 0.40 | \$ 0.43 | \$ 0.41 |