

WSB HOLDINGS, INC.
4201 Mitchellville Road, Suite 200
Bowie, Maryland 20716
(301) 352-3120

**NOTICE OF ANNUAL MEETING OF STOCKHOLDERS
TO BE HELD ON APRIL 28, 2010**

**To the Stockholders of
WSB Holdings, Inc:**

NOTICE IS HEREBY GIVEN that the Annual Meeting of Stockholders of WSB Holdings, Inc., will be held at **9:00 a.m., local time, on April 28, 2010 at the Comfort Inn Conference Center, 4500 Crain Highway, Bowie, Maryland**, for the purpose of considering and voting upon the following matters:

1. The election of Messrs. Conover, Lodge and Sullivan as Directors for a term of three years each; and
2. Any and all other business which may properly come before the meeting or any adjournments thereof.

Stockholders of record at the close of business on March 17, 2010 are entitled to notice of and to vote on the matters to come before the annual meeting and at any adjournment of the meeting. The Board of Directors is not aware of any other business to come before the meeting.

A Proxy Statement containing information for stockholders is annexed hereto and a copy of the Annual Report on Form 10-K of WSB Holdings, Inc. for the year ended December 31, 2009, is enclosed herewith. Stockholders of record at the close of business on March 17, 2010, will be entitled to notice of and to vote at the Meeting.

It is important that your shares be represented at the annual meeting regardless of the number you own. Even if you plan to be present at the annual meeting, we urge you to vote your shares via the toll-free telephone number listed on the proxy card, the internet or by mail. If you attend this meeting you may vote in person or by your executed proxy. Any proxy given may be revoked by you in writing or in person at any time prior to the time it is exercised as described in the accompanying proxy statement.

By Order of the Board of Directors

/s/ William J. Harnett

William J. Harnett
Chairman of the Board of Directors

Bowie, Maryland
March 24, 2010

IT IS IMPORTANT THAT YOU VOTE PROMPTLY. WHETHER OR NOT YOU PLAN TO ATTEND THE ANNUAL MEETING, PLEASE VOTE BY MAIL, PHONE OR INTERNET AS SOON AS POSSIBLE.

THE ANNUAL MEETING

This proxy statement is being furnished to you as part of the solicitation of proxies by WSB Holdings, Inc.'s Board of Directors for use at the Annual Meeting of Stockholders to be held on April 28 2010, and at any adjournment or postponement of the meeting. This proxy statement, the accompanying Notice of Annual Meeting our Annual Report on Form 10-K for the year ended December 31, 2009 and the enclosed proxy card are being mailed to you on or about March 31, 2010.

WSB Holdings, Inc. ("WSB") became the holding company for The Washington Savings Bank, F.S.B. ("the Bank") on January 3, 2008.

Important Notice Regarding the Availability of Proxy Materials for the Stockholder Meeting To Be Held on April 28, 2010:

This proxy statement and our annual report on Form 10-K are available on WSB's internet website (www.twsb.com).

If you are a stockholder of record (i.e. you own the shares directly in your name), you may attend the meeting and vote in person as long as you present valid proof of identification at the meeting. If you hold your shares in WSB beneficially but not of record (i.e. the shares are held in the name of a broker or other nominee for your benefit) you must present proof of beneficial ownership in order to attend the meeting, which generally can be obtained from the record holder, and you must obtain a proxy from the record holder in order to vote your shares if you wish to cast your vote in person at the meeting. For further information please contact our corporate office at (301) 352-3120.

Date, Time and Place

The Annual Meeting of Stockholders will be held at 9:00 a.m., local time, on April 28, 2010 at the Comfort Inn Conference Center, 4500 Crain Highway, Bowie, Maryland.

Matters to be Considered at the Meeting

At the meeting, holders of WSB common stock will consider and vote upon:

1. The election of Messrs. Conover, Lodge and Sullivan as Directors for a term of three years each; and
2. Any and all other business which may properly come before the meeting or any adjournments thereof.

WSB knows of no other matters to be brought before the Annual Meeting. If any matter incident to the conduct of the Annual Meeting should be brought before the meeting, the persons named in the proxy card will vote in their discretion.

WSB's principal executive offices are located at 4201 Mitchellville Road, Suite 200, Bowie, Maryland 20716, and its telephone number at such address is (301) 352-3120.

Board of Directors Recommendation

WSB's Board of Directors unanimously recommends that you vote **FOR** the election of all of the Board's nominees for election as directors.

Record Date; Stock Entitled to Vote; Quorum

WSB's Board of Directors has fixed the close of business on March 17, 2010 as the record date for the Annual Meeting. Only holders of WSB common stock on the record date will be entitled to vote at the Annual Meeting and any adjournments or postponements thereof. At the record date, 7,855,732 shares of WSB common stock were outstanding and entitled to vote. These shares were held by approximately 233 stockholders of record.

In the election of directors, each stockholder is entitled to cast a number of votes equal to the number of his or her shares multiplied by the number of directors nominated (which at this Annual Meeting will be three). Cumulative voting is permitted whereby the votes may all be cast for a single nominee or may be distributed among two or more nominees as the stockholder determines. Any stockholder wishing to cumulate votes must so state before ballots are cast, and may do so by writing cumulative voting instructions in the space provided on the proxy card. In the absence of specific instructions to the contrary, each stockholder will be assumed to have cast for each nominee that number of votes equal to the number of his or her shares designated by him or her (in other words, shares will not be voted on a cumulative basis in the absence of specific instructions to do so).

If your shares are held in the name of a bank, brokerage firm or other similar holder of record (referred to as "in street name"), you will receive instructions from the holder of record that you must follow in order for you to specify how your shares will be voted. In general, holders of record have the authority to vote shares for which their customers do not provide voting instructions on certain routine, uncontested items. In the case of non-routine or contested items, the institution holding street name shares cannot vote the shares if it has not received voting instructions. These are considered to be "broker non-votes." As a result of changes in the rules of the New York Stock Exchange applicable to its member brokerage firms, pursuant to which the election of directors is no longer considered "routine", brokers and other "street name" record holders of our shares of common stock are not permitted to vote such shares in the election of directors unless they receive instructions from the beneficial owners of the shares. ***If you hold your shares through a bank, broker or other nominee, it is extremely important that you instruct your record holder how to vote your shares. If you do not, your shares will not be voted at the Annual Meeting.***

The presence, in person or by proxy, of holders of a majority of the total number of shares of WSB common stock entitled to vote at the meeting is necessary to constitute a quorum at the Annual Meeting. Abstentions and withheld votes will be treated as present for purposes of determining a quorum; withheld votes will not affect the outcome of the election for directors. The affect of an abstention would depend on the matter being voted upon, but in general an abstention would be considered a share present and entitled to vote and as a result would have the effect of a vote against the approval of any matter submitted to the vote of stockholders under Delaware law. Shares held in street name and not voted due to the absence of instructions from the beneficial owners will not be treated as present for quorum purposes.

If we have not obtained sufficient votes for a quorum, the Annual Meeting will be postponed to permit us to further solicit proxies.

BENEFICIAL OWNERSHIP OF SECURITIES

The following table sets forth information as of March 17, 2010 indicating the amount and percentage of WSB's common stock beneficially owned by each director and nominee for director, each Named Executive Officer, and all directors and executive officers as a group, and by all persons, to the knowledge of WSB, beneficially owning more than five percent of WSB common stock.

Name		Amount and Nature of Beneficial Ownership (1)	Percentage of Outstanding Shares
Phillip C. Bowman	(2)	12,700	*
George Q. Conover	(4)	103,160	1.3%
Charles A. Dukes, Jr.	(5)	2,200	*
Susan L. Grant		-	*
William J. Harnett	(2) (3)	3,404,767	42.3%
Kevin P. Huffman	(2)	31,204	*
Eric S. Lodge	(5)	705	*
Charles W. McPherson	(5)	2,600	*
Michael J. Sullivan	(4)	291,154	3.7%
All directors and executive officers as a group (11 persons)		3,975,500	48.1%
<u>Name and Address of Other 5% Holders of Common Stock</u>			
Friedlander & Co., Inc. 322 East Michigan Street Suite 250 Milwaukee, WI 53202	(6)	484,330	6.2%

* Constitutes less than 1% of the outstanding shares of WSB common stock.

- (1) Beneficial ownership is direct except as otherwise indicated by footnote. In accordance with Rule 13d-3 of the Securities Exchange Act of 1934, as amended, a person is deemed to be the beneficial owner of a security if he or she has or shares voting power or investment power with respect to such security or has the right to acquire such ownership within 60 days. Unless otherwise indicated, all persons have sole voting and dispositive powers as to all shares reported.
- (2) Beneficial ownership of Messrs. Harnett, Bowman and Huffman includes 186,000 shares, 10,000 shares and 30,000 shares, respectively, subject to options granted and exercisable under WSB's option plans.
- (3) Does not include 260,886 shares owned by Mr. Harnett's adult children, of which he disclaims beneficial ownership. Mr. Harnett's address is c/o 4201 Mitchellville Road, Suite 200, Bowie, Maryland 20716.
- (4) Beneficial ownership of each of Messrs. Conover and Sullivan includes 34,500 shares subject to options granted and exercisable under WSB's option plans.
- (5) With respect to Mr. Lodge includes 150 shares which are jointly owned with his wife. The 2,600 shares for Mr. McPherson are also jointly owned with his wife. Mr. Duke's shares include 1,700 shares indirectly owned as trustee for his grandchildren.
- (6) Based on the schedule 13G/A filed by Friedlander & Co., Inc. on February 16, 2010.

PROPOSAL I – ELECTION OF DIRECTORS

The Charter of WSB Holdings, Inc. provides that directors are elected for three-year terms, with approximately one-third of the directors being elected at each Annual Meeting of Stockholders. WSB currently has eight directors divided into three classes, which are composed of three, three and two directors, respectively. The term of office of one class expires in each year. The terms of Messrs. Conover, Lodge and Sullivan expire at the 2010 Annual Meeting. Each of them have been nominated to be elected to serve until the 2013 Annual Meeting of Stockholders and until their successors are elected and qualified.

Assuming a quorum is present, the affirmative vote of a plurality of the shares cast in person or represented by proxy at the Annual Meeting is required to elect the director nominees. In other words, the nominees to receive the greatest number of votes cast, up to the number of nominees up for election, will be elected. Withheld votes and broker non-votes will not affect the outcome of the election of directors.

As a result of changes in the rules of the New York Stock Exchange applicable to its member brokerage firms, brokers and other “street name” record holders of our shares of common stock are not permitted to vote such shares in the election of directors unless they receive instructions from the beneficial owners of the shares. *If you hold your shares through a bank, broker or other nominee, it is extremely important that you instruct your record holder how to vote your shares. If you do not, your shares will not be voted at the Annual Meeting.*

All proxies will be voted as directed by the stockholder on the proxy form. It is intended that the proxies solicited by the Board of Directors, if executed and not revoked (other than with respect to broker non-votes), will be voted “**FOR**” the election as directors of the nominees listed below unless it contains instructions to the contrary, in which event it will be voted in accordance with such instructions. If any of the nominees listed below are unable to serve for any reason, a substitute or substitutes will be nominated by the Board of Directors, and those proxies voted for the original nominee or nominees will be voted for such substitute or substitutes. WSB has no reason to believe that any nominee will be unable to serve.

Information as to Nominees and Other Directors

The following table sets forth certain information as of March 24, 2010, with respect to the three nominees and the five continuing directors, none of whom are related to each other or to any other executive officer of WSB.

Names and Ages of Proposed Nominees to Serve Until 2013

George Q. Conover
Age 78

Principal Occupation, Directorships with Public Companies and Past Experience

Mr. Conover has served as a Director of the Bank since August 17, 1989, and previously served as a founding Director from the inception of the Bank until October 1985. He has also served as a Director of WSB since its formation in January 2008. Since March 2000, he has served as Product Development Manager for Financial Freedom, a reverse mortgage lender, which is a subsidiary of IndyMac. Prior to that, Mr. Conover was the CEO of International Mortgage Company for 25 years. He is a member of the Board’s Audit Committee. Mr. Conover’s qualifications to serve as a director at this time include his in-depth knowledge of the Bank’s business and operations resulting from his service on the Bank’s Board of Directors since inception of the Bank along with his years of experience in lending. Based on Mr. Conover’s experience in the mortgage lending market, he provides perspective to the board on issues affecting the lending market community. This experience and tenure has given Mr. Conover the necessary understanding and ability to assist in Board oversight and as an audit committee member.

Eric S. Lodge
Age 35

Mr. Lodge has served as a Director of the Bank since November 2003 and a Director of WSB since its formation in January 2008. Mr. Lodge is a Managing Director with High Street Partners, Inc., an international business consulting firm headquartered in Annapolis, Maryland. Prior to joining High Street Partners in August 2004, he worked in the corporate finance departments of CIENA Corporation from June 2000 to August 2004 and at Northrop Grumman – Electronic Sensors and Systems Sector (ESSS) from January 1997 to June 2000. He also served as an internal auditor of WSB during 1996. In December 1996, he received his Bachelor of Science Degree in Finance and Economics from the University of Maryland. He is a member of the Board's Audit Committee. Mr. Lodge's qualifications to serve as a director at this time include his knowledge of the Bank's business and operations as a result of his years of service as a director of the Bank, his education and his experience in business and finance. His education, business skills, and his experience in corporate financial departments of major corporations, provide the understanding necessary to serve on the Board of Directors and as a member of the audit committee.

Michael J. Sullivan
Age 54

Mr. Sullivan has been a Director of the Bank since its inception and a Director of WSB since its formation in January 2008. He has served as a Principal of Cherrywood Development, LLC, a residential development company doing business in the suburban area of Washington, D.C., since 1991. He serves as the Chair of the Board's Audit Committee. Mr. Sullivan's qualifications to serve as a director at this time include his in-depth knowledge of the Bank's business and operations resulting from his service on the Bank's board of directors since inception in October 1985, his experience in managing a business and his knowledge of real estate development. This background enables Mr. Sullivan to provide valuable insights to the Board. Mr. Sullivan's extensive experience and background enables him to provide useful insight in evaluating the business conditions in markets in which WSB operates. This experience and tenure with WSB has given Mr. Sullivan the necessary understanding and the ability for Board oversight and to serve as an audit committee member.

**Names and Ages of
Continuing Directors
to Serve Until 2012**

Phillip C. Bowman
Age 62

Mr. Bowman has served as Chief Executive Officer and as a Director of the Bank since March 2005 and as Chief Executive Officer and a Director of WSB since its formation in January 2008. He was a Director, President and Chief Executive Officer of American Bank, a federally chartered savings bank located in Silver Spring, Maryland, from August 1994 until March 2005. In addition, Mr. Bowman was also the President and Chief Executive Officer and a Director of American Bank Holdings, Inc., the holding company for American Bank from November 2002 until December 2004. Mr. Bowman's qualifications for serving as a director at this time include his many years of banking experience, including with WSB and the Bank, and his in-depth knowledge of the Bank and its business and operations as a result of his many years within the banking industry as both an executive officer and a director. As a result of his extensive experience within the banking industry, Mr. Bowman brings sound administration guidance, effective communication of the Board's strategic plans to the Bank's officers, extensive knowledge of regulatory and compliance issues and has effectively implemented the Bank's strategic plans. We believe it is beneficial to have executive officers, who are familiar with the day-to-day operations of WSB and the Bank, serving on the Board of Directors.

Charles A. Dukes, Jr.
Age 74

Mr. Dukes has served as a Director of WSB and the Bank since February 2008. Mr. Dukes, known for his leadership in commercial real estate, is Chairman of the Executive Committee of Sheer Partners, a real estate advisory services company. He is actively involved in economic development and planning for Prince George's County as well as the suburban metro area. He has served on several boards and committees including: Chairman, Board of Directors - Prince George's County Economic Development Corporation; Board of Directors, Executive Committee; Chair, Transportation Committee - Greater Washington Board of Trade; and President, Life Director - Prince George's Chamber of Commerce Chairman - Maryland National Capital Park & Planning Commission. He is also a member of the Board's Audit Committee. Mr. Duke's qualifications to serve as a director at this time include his experience on several boards of directors and executive committees. This experience has allowed Mr. Dukes to provide a unique customer and community perspective to the Board.

**Names and Ages of
Continuing Directors
to Serve Until 2011**

William J. Harnett
Age 79

Mr. Harnett has been a Director of the Bank since its inception, serving as Chairman of the Board since 1988 and as Chief Executive Officer from 1988 until he retired in February 2005. He has also served as a Director of WSB since its formation in January 2008. He also was founder, Chairman and Chief Executive Officer of the former Bank parent company, Washington Homes, Inc., which was listed on the New York Stock Exchange before being sold in 1988. Mr. Harnett's qualifications to serve on the Board at this time include his knowledge of the Bank's business and operations as a result of his long tenure with the Bank both as a director and as former CEO.

Kevin P. Huffman
Age 49

Mr. Huffman has been President and a Director of the Bank since January 2004, Chief Operating Officer of the Bank since May 2003, and a Director of WSB since its formation in January 2008. He joined the Bank in November 2001 as Senior Vice President. From 2000 to 2001 he served as Vice President, Director and Secretary of Penn Mar Bancshares. Prior to that, Mr. Huffman was the Executive Vice President, COO and Director of both Patapsco Valley Bancshares, Inc. and Commercial and Farmers Bank from 1996 to March 2000. Mr. Huffman's qualifications to serve as a director at this time include his extensive banking experience, particularly with WSB and the Bank, and his in-depth knowledge of the Bank and its business and operations as a result of his many years with the Bank as both an executive officer and a director. We believe it is beneficial to have executive officers, who are familiar with the day-to-day operations of WSB and the Bank, serving on the Board of Directors, which provides the Board with a management perspective that helps the Board successfully oversee WSB.

Charles W. McPherson
Age 47

Mr. McPherson has served as a Director of WSB and the Bank since October 2008. He has 23 collective years of accounting experience, and since 1997 has served as the Chief Operating Officer of the Facchina Group of Companies which are headquartered in LaPlata, Md. He has over 18 years experience in financial and development matters. He is a Certified Public Accountant and is a past and present member on many prominent boards, including: Board of Trustees, Greater Washington Initiative, Washington D.C.; Board Member, Greater Washington Board of Trade; Former Chairperson, Civista Health Foundation; Member and former Chairman, Metro Washington Chapter, Associated Builders and Contractors, Inc.; Board of Trustees, Greenville College, Greenville, Illinois; Former Member, Charles County Economic Development Council; Former Member, Charles County Planning Commission; Former Member, LaPlata Design Review Board. He is a member of the Board's Audit Committee. Mr. McPherson's qualifications to serve on the Board at this time include his experience on many prominent boards as well as his financial expertise. Mr. McPherson is an audit committee financial expert as defined in Item 407 (d)(5) of SEC Regulation S-K. Mr. McPherson's extensive experience in accounting as well as his knowledge in development matters enables him to provide the Board with useful insight in evaluating the business conditions in which WSB operates. Mr. McPherson has experience with public company and governance and financial matters, having served on several committees and boards of directors.

CORPORATE GOVERNANCE

Code of Ethics

WSB has adopted a code of ethics that applies to its principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions, as well as all of our executive officers and directors and to all associates of WSB and its subsidiaries, including the Bank. WSB has adopted this Code of Ethics to promote the highest standards of ethical conduct by its directors, executive officers and employees. A copy of the Code of Ethics can be found on WSB's internet web site (www.twsb.com).

Meetings of the Board of Directors; Independence of the Board of Directors

WSB conducts business through meetings of its Board of Directors and through activities of its committees. During 2009, WSB's Board of Directors held seven meetings and the Bank's Board of Directors held thirteen meetings. All of our current directors attended at least 75% of the total number of meetings of the Board and Board committees on which such directors served during 2009. The Board of Directors has determined that Messrs. Sullivan, Conover, Dukes, Lodge and McPherson are independent as defined under the applicable rules and listing standards of the NASDAQ Stock Market LLC (the "Independent Directors"). In making this determination, the Board considered any transactions and relationships between each director or his or her immediate family and WSB and its subsidiaries, as reported under "Certain Relationships and Related Person Transactions" below. Mr. Harnett is not independent because he was previously an executive officer of WSB, and remains a non-executive employee. Messrs. Bowman and Huffman are not independent because they are executive officers of WSB.

Committees of the Board of Directors

Nominating Committee. The Board of Directors of WSB does not have a separate standing nominating committee. WSB's Bylaws provide that the full Board shall nominate candidates to stand for election as directors; however, pursuant to procedures adopted by the Board, the Independent Directors

select and recommend new nominees (i.e. persons not currently serving as a director) for the full Board's consideration. In this regard, the Independent Directors also conduct appropriate inquiries into the backgrounds and qualifications of potential director candidates and reviews and makes recommendations regarding the composition and size of the Board of Directors. In the case of a director nominated to fill a vacancy on the Board of Directors due to an increase in the size of the Board of Directors, the Independent Directors recommend to the Board the class of directors in which the director-nominee should serve. Acting in this capacity the Independent Directors did not have a necessity to meet during 2009. WSB's Board of Directors does not believe it needs a separate nominating committee because the Board is comprised of a majority of independent directors and the full Board selects nominees for election as directors based on the recommendation of the Independent Directors. The Board of Directors has adopted a policy setting forth its director nomination process. The Independent Directors endeavor to identify, recruit and nominate candidates characterized by wisdom, maturity, sound judgment, honesty, upstanding reputation in and commitment to the community, excellent business skills, understanding of financial statements, sufficient time and energy to devote to the affairs of the Company and high integrity. The Board also considers any special expertise, such as educational, business or banking experience, that qualifies a person as an audit committee financial expert or other relevant business experience. The Independent Directors and the Board believe that they can best serve the Company and the stockholders by preserving flexibility to consider candidates under the factors and criteria described above and to choose nominees for directors that they believe are most suitable to serve as directors based on their knowledge, experience, and other factors identified above. The Independent Directors and the Board have not, therefore, established specific minimum qualifications or a specific diversity component for candidates for membership on the Board and do not consider diversity in identifying nominees for director.

The Independent Directors also consider candidates for nomination to the Board of Directors who are recommended by a stockholder when WSB is actively considering potential new directors. Pursuant to WSB's Bylaws stockholders wishing to nominate potential director candidates must submit such nominations in writing to the Secretary of WSB at its principal executive offices not later than 120 or earlier than 150 calendar days before the anniversary of the date the proxy statement was delivered to stockholders in connection with the prior year's annual meeting, unless no proxy statement was delivered in connection with the prior year's meeting or the current meeting is moved beyond certain time thresholds, in which case alternative timing requirements apply as set forth in the Bylaws. Submissions must include sufficient biographical information about the recommended individual, including age, five-year employment history with employer names and a description of the employer's business and information with respect to such person's stock holdings in WSB. A written consent of the individual to stand for election if nominated and to serve if elected by the stockholders must accompany the submission. Stockholder recommendations for director nominees complying with the procedures above will receive the same consideration as other candidates identified by the Independent Directors.

The Independent Directors identify potential candidates through various methods, including but not limited to, recommendations from existing directors, customers and executive officers/employees.

Compensation Committee. WSB does not have a separate compensation committee. Our Board of Directors does not believe it needs a separate compensation committee because only the Independent Directors participate in the deliberation, evaluation, and establishment of executive officer compensation. Our Independent Directors acting as a compensation committee held three meetings dealing with compensation during the year ended December 31, 2009. During these meetings the Independent Directors approved our corporate goals and objectives related to compensation, and evaluated the executive officers' performance and compensation in view of those goals and objectives. Our CEO does not participate in discussions relating to his own compensation, but makes recommendations of amounts for each element of compensation for the other Named Executive Officers listed in the summary

compensation table on page 14 (“NEOs”). The Independent Directors, however, have the ultimate say over all compensation amounts. The other NEOs do not participate in compensation determinations made by the Independent Directors.

While authorized to engage consultants as deemed needed, our Independent Directors have not engaged the services of a compensation consultant in determining the amount or form of executive and director compensation, other than retaining a consultant to prepare benchmark surveys in connection with the Bank’s negotiation of Mr. Bowman’s employment agreement in 2005. However, the Independent Directors do utilize outside, publicly-available independent executive compensation reviews from SNL Financial and America’s Community Bankers Association in analyzing banking peer group salary and benefit information in determining the NEOs compensation. The peer group information used for consideration is based on peer groups as defined and set by the outside service provider based on asset size, geographic location, type of financial institution, and operating performance. Accordingly, consistent with our objectives, the compensation of our executives is set with regard to the competitive market. We do not, however, specifically benchmark the NEOs’ total compensation or any individual element of compensation to our peer companies, but generally review the information for competitive purposes.

Audit Committee. The Board of Directors has established an Audit Committee in accordance with Section 3(a)(58)(A) of the Securities Exchange Act of 1934, as amended. The Audit Committee currently consists of Messrs. Sullivan (Chairman), Conover, Dukes, Lodge and McPherson, all of whom meet the independence and experience requirements of the NASDAQ Stock Market LLC. The primary functions of the Audit Committee are to assist in Board oversight of (i) the integrity of WSB’s financial statements (ii) the adequacy of WSB’s system of internal controls, (iii) WSB’s compliance with legal and regulatory requirements, (iv) the independent auditors’ qualifications and independence, and (v) the performance of WSB’s independent and internal auditors. The Audit Committee meets with WSB’s independent registered public accounting firm and with WSB’s Internal Auditor, which reports on the results of WSB’s Quality Control reviews, outsourced compliance and internal audit reports. The Audit Committee’s responsibilities are as described in a written Charter. A copy WSB’s Audit Committee Charter can be found on WSB’s internet web site (www.twsb.com). The Audit Committee held six meetings during the year ended December 31, 2009.

The Board of Directors has determined that Mr. McPherson is an “audit committee financial expert” as that term is defined by the rules and regulations of the Securities and Exchange Commission.

Board Leadership Structure and Risk Oversight Role

The role of the Chairman of the Board of Directors and the Chief Executive Officer are not currently held by the same person. The current Chairman of the Board was also the Bank’s former Chief Executive Officer until he retired from the Chief Executive Officer position in 2005. These separate roles are not mandated by any provision of law or by our articles of incorporation or our bylaws. The Board of Directors currently believes that the separate roles provide an appropriate balance of authority between management and the Board. The Board of Directors may establish a different leadership structure in the future if it determines such a different structure to be necessary or appropriate given the Company’s circumstances at such time.

The Board of Directors of the WSB, all of which are also members of the Board of Directors of the Bank, actively oversees WSB’s and the Bank’s risk management activities, principally through the work of Board committees and also through the policy approval function of the Board of Directors of the Bank. The appropriate Board committees of WSB and the Bank assess and oversee specific risks appropriate to such committees and regularly report to the Board of Directors in this regard.

Management is responsible for the day-to-day risk management and reviews reports provided by the assigned personnel. All items requiring additional attention are discussed with the full Board of Directors, and management regularly reports to the Board regarding risk management activities. The Board of Directors also oversees risk management through the Bank Board's policy approval function. Each of the Bank's operating policies and procedures must be reviewed and re-approved by the Board annually. As a result, the Bank's Board of Directors ensures that any changes needed in response to risk management are incorporated into the Bank's policies and procedures.

The Board of Directors does not believe that its risk oversight function has had any effect on its leadership structure as described above.

Compensation of Directors

The following table summarizes the compensation paid to WSB's non-employee directors during fiscal year 2009. Beyond these and other standard arrangements described below, no other compensation was paid to any such director.

Director Compensation

Name (1)	Fees Earned or Paid in Cash (\$)	All Other Compensation (\$ (2)	Total (\$)
George Q. Conover	\$ 25,000	\$ -	\$ 25,000
Charles A. Dukes Jr.	25,500	-	25,500
William J. Harnett	-	150,000	150,000
Eric S. Lodge	24,000	-	24,000
Charles W. McPherson	20,500	-	20,500
Michael J. Sullivan	23,500	-	23,500

- (1) Messrs. Bowman and Huffman are executive officers and are not compensated for their services as Directors.
- (2) Represents annual salary of \$150,000 paid to Mr. Harnett as a non-executive employee.

* Stock Options held at year-end: by Mr. Conover- 34,500; Mr. Harnett- 186,000; Mr. Sullivan- 34,500. For options held by Directors Bowman and Huffman at December 31, 2009 refer to the Outstanding Equity Awards Table.

Director/Committee Fees

Our non-employee directors are paid board fees and committee fees based on attendance. Directors are paid \$1,000 for each board meeting attended and \$500 for each committee meeting attended, except that committee fees are only paid for meetings not occurring on board meeting dates. Chairman Harnett has been retained as a non-executive employee to serve as our Board Chairman and as an advisor to the CEO and Board. In lieu of Board and committee fees paid to our non-employee directors, Mr. Harnett receives an annual salary of \$150,000 and the use of a company-paid automobile, and is eligible to receive a bonus as determined in the Board's discretion. Mr. Harnett is also entitled to

certain other benefits in his capacity as a non-executive employee, including participation in the Bank's 401(k) plan and life, group health and dental insurance plans on the same basis as other employees. Mr. Harnett is also entitled to a change in control lump sum severance payment in the amount of \$500,000 in the event his employment is involuntarily terminated, or if his level of compensation does not remain substantially the same (including bonus) and he voluntarily terminates his employment within 18 months following a change in control as defined by the Office of Thrift Supervision.

Director compensation and benefits are reviewed annually by the Independent Directors, who review outside, publicly-available independent compensation reviews from SNL Financial and America's Community Bankers Association in analyzing board compensation and benefits. The peer group information used for consideration is based on peer groups as defined and set by the outside service provider based on asset size, geographic location, type of financial institution, and operating performance. Accordingly, consistent with our objectives, the compensation of our directors is set with regard to the increased demands of serving as a director and local market practice. We do not, however, specifically benchmark the director compensation or any individual element of compensation to our peer companies, but generally review the information for competitive purposes.

Incentive Stock Awards

Our non-employee directors are eligible, and have received in the past, stock option grants as part of their compensation; however, no grants were awarded to non-employee directors in 2009. Option grants for non-employee directors are subject to Board approval. The Board believes that stock option grants further align the interest of the Directors with our stockholders.

Health and Welfare

Non-employee directors were previously allowed to participate in the Bank's medical insurance plan on a basis consistent with employee participants; of the non-employee directors, only Mr. Sullivan elected to participate.

Communication with Directors

Stockholders wishing to send any communications to WSB's Board of Directors may do so by writing to the Board at 4201 Mitchellville Road, Suite 200, Bowie, Maryland 20716. Stockholders may also report complaints or concerns about WSB's accounting, internal accounting controls or auditing matters directly to the Audit Committee by writing to the Audit Committee at the same address.

Complaints relating to WSB's accounting, internal accounting controls or auditing matters will be referred to members of the Audit Committee. Other concerns will be referred to the Board of Directors. All complaints and concerns will be received and processed by the General Counsel's office upon receipt of your written complaint or concern. You may report your concerns anonymously or confidentially.

Director Attendance at Annual Meetings

It is WSB's policy that all Board members attend the Annual Meeting of Stockholders. All Board members were in attendance at the last Annual Meeting of Stockholders which was held in 2009.

EXECUTIVE COMPENSATION AND OTHER INFORMATION

Executive Officers of WSB Holdings, Inc.

The following table sets forth information regarding WSB's executive officers at December 31, 2009, other than Messrs. Bowman and Huffman. For information regarding Messrs. Bowman and Huffman, see "Proposal I – Election of Directors – Information as to Nominees and Other Directors."

Susan L. Grant
Age 57

Ms. Grant has been Senior Vice President in charge of the Mortgage Banking Division of the Bank since December 2005. Prior to joining the Bank, Ms. Grant was the Regional Vice President of nBank, of Atlanta, Georgia, from December 2001 to December 2005. Prior to this Ms. Grant was the Regional Vice President of Wholesale Lending for the Royal Bank of Canada from December 1997 thru December of 2001. Prior to this Ms. Grant was the Regional Vice President in charge of Wholesale Lending for New America Financial from December of 1993 thru December of 1997. Ms. Grant began her early career with Chase Manhattan, opening the Mid-Atlantic region for Chase in April of 1985 and until December of 1993.

Carol A. Ramey
Age 49

Mrs. Ramey was elected as Senior Vice President and Chief Financial Officer of WSB and the Bank in December 2008. She has held various positions since joining the Bank in March 1989, serving as Vice President and Controller since 2001.

Gerald J. Whittaker
Age 53

Mr. Whittaker has been Senior Vice President and Corporate Secretary of WSB since its formation in January 2008. He has been Senior Vice President and Corporate Secretary of the Bank since November 2000. He previously served as Vice President of the Bank since 1986. Prior to that time, he served as Vice President of Bay State Savings and Loan Association, his employer since October 3, 1983. He is a member of the Maryland State Bar Association, and has been admitted to practice law in Maryland since 1981.

Annual Bonus and Incentive Programs

Executive Compensation

The following table sets forth the compensation paid to our Chief Executive Officer as well as the two other most highly compensated executive officers who were serving as executive officers on December 31, 2009 (the "Named Executive Officers") and who received total compensation exceeding \$100,000 during the year ended December 31, 2009. Our executive officers are paid as employees of the Bank and are not separately paid for their services to WSB.

SUMMARY COMPENSATION TABLE

Name and Principal Position	Year ending	Salary (\$)	Bonus (\$)	(1) All Other Compensation (\$)	Total (\$)
Phillip C. Bowman Chief Executive Officer	2009	\$ 282,000	\$ -	\$ 11,649	\$ 293,649
	2008	282,000	10,000	11,324	303,324
Kevin P. Huffman President and Chief Operating Officer	2009	\$ 159,000	\$ -	\$ 6,645	\$ 165,645
	2008	159,000	7,000	6,846	172,846
Susan L. Grant Senior Vice President- Mortgage Banking	2009	\$ 110,000	\$ -	\$ 179,860	\$ 289,860
	2008	110,000	-	79,417	189,417

- (1) "All Other Compensation" for 2009 includes employer contributions of \$9,800, \$6,362 and \$9,508 to the 401(k) plan and \$1,849, \$283, and \$402 paid for Life Insurance coverage for Mr. Bowman, Mr. Huffman and Ms. Grant, respectively; also included for Ms. Grant is \$169,950 and \$71,700 for commissions paid on loan originations for the years ending December 31, 2009 and 2008, respectively.

Employment Agreement with Phillip C. Bowman

On March 21, 2005, the Bank entered into an employment agreement with Mr. Bowman to serve as its Chief Executive Officer. The initial term of the agreement expired on March 20, 2008, but under its terms the Bank may extend the agreement for an additional 12-month period in the year before the agreement is set to expire, unless Mr. Bowman provides written notice that he does not want the agreement to be renewed. The Bank has currently extended the term of the agreement by one additional year beginning in March 2010. Mr. Bowman's employment agreement is currently set to expire in March 2011, but Mr. Bowman and the Bank have agreed to extend the period by which the Board must determine whether to renew the Agreement to April 20, 2010. If the Bank does not renew Mr. Bowman's employment agreement, then upon expiration of the agreement, Mr. Bowman is entitled to a lump sum payment equal to 12 months of his base salary to be paid after his employment terminates, unless the Board has waived the non-solicitation provisions thereof.

Mr. Bowman's employment agreement initially provides for an annual salary of \$225,000, as may be increased by the Board of Directors. Mr. Bowman's salary is currently set at \$282,000. Under the agreement, Mr. Bowman is eligible to receive an annual bonus and stock option grants as determined by the Independent Directors as well as reimbursement for monthly dues and related fees for one country club membership and the use of an automobile for up to \$500 per month and reasonable associated repair and maintenance costs. Mr. Bowman also received options to purchase 5,000 shares of our common stock under the agreement, which were immediately exercisable for a term of five years, upon execution of the agreement. Upon the agreement's renewal in 2007, Mr. Bowman received options to purchase an additional 5,000 shares of our common stock, which vested over a two-year period and are exercisable for a ten-year term.

The agreement terminates automatically upon Mr. Bowman's death, and Mr. Bowman may terminate the agreement for any reason upon 60 days notice. If the agreement is terminated upon Mr. Bowman's death, his estate is entitled to receive payments for his base salary for 30 days. In addition, the Bank may terminate the agreement upon Mr. Bowman's disability, for Cause as defined in the Agreement, or without Cause. If Mr. Bowman is unable to perform his duties due to physical or mental disability or injury, he is entitled to receive his base salary for a period of 26 weeks after using his

available sick leave, reduced by any benefits paid by the Bank on account of his disability, after which the Bank may terminate the agreement with no further payments due. If the Bank terminates Mr. Bowman, other than for Cause or disability, or Mr. Bowman terminates his employment for “Good Reason” as defined in the agreement, he is entitled to a lump sum payment equal to 12 months of his base salary.

In addition, if within 12 months following a change of control (as defined in the agreement) the Bank terminates Mr. Bowman’s employment or Mr. Bowman terminates his employment for Good Reason (as defined in the agreement), Mr. Bowman is entitled to a lump sum payment equal to 2.99 times his average annual compensation over the prior five years (or such shorter period of his employment), which amount includes all amounts included in Mr. Bowman’s gross income for tax purposes.

Other Post-Employment Severance and Change-in-Control Benefits

Pursuant to a resolution adopted by the Bank’s Board of Directors approving a lump sum severance payment for the Bank’s officers with the title at the time of Vice President and above in the event of a change in control as defined by the Office of Thrift Supervision, the eligible officers are entitled to a lump sum severance payment if their employment is involuntarily terminated, or if their level of compensation does not remain substantially the same (including bonuses) and they voluntarily terminate their employment, within 18 months following a change in control. Pursuant to the Board resolution, Mr. Huffman would be entitled to a lump sum severance payment in the amount of \$150,000 if within 18 months following a change in control if (i) his employment is involuntarily terminated or (ii) his level of compensation does not remain substantially the same (including bonuses) and he voluntarily terminates his employment.

Other than Mr. Bowman, none of the NEOs are currently entitled to receive post-employment severance payments in the absence of a change-in-control.

Long-Term Incentive Awards

We believe that the granting of stock options, restricted share unit awards, and other stock awards are an appropriate means to compensate our NEOs by aligning their interests with those of our stockholders. WSB maintains five stock compensation plans, namely our (i) 1997 Omnibus Stock Plan, (ii) the Non-Employee Director Plan, (iii) 1988 Stock Incentive Plan, (iv) 1999 Stock Incentive Plan, and (v) 2001 Stock Incentive Plan, which were each approved by our stockholders prior to our reorganization into the holding company structure and were amended in connection with such reorganization to become plans of WSB. Outstanding options to purchase common stock of the Bank were automatically converted into options to purchase WSB common stock pursuant to the reorganization. No future awards are available under the Non-Employee Director Plan, the 1988 Plan, the 1997 Plan or the 1999 Plan.

Our stock award program is used for offering long-term incentives, rewarding our executive officers and key employees, as a retention tool, and as a means of aligning NEO performance with company objectives. These objectives determine the type of award granted and the number of shares underlying an award. Our Board of Directors and Independent Directors have not established specific criteria to be used for granting future stock awards, electing to evaluate the appropriateness of individual grants on a case by case basis, in their subjective, reasoned business judgment and experience. The Board of Directors and the Independent Directors have elected to issue only minimal amounts of stock options in the past three years, including for 2009, in the belief that the NEOs’ interests were appropriately aligned with our stockholders’ long-term interests.

Other than the options granted to Mr. Bowman upon the renewal of his employment agreement in 2007, as discussed above, no equity compensation awards have been granted under our compensation

plans since that time. Under the terms of all of our equity compensation plans, the exercise price of options granted is equal to the closing price of our common stock on the date of grant. While historically, our CEO has made option grant recommendations to the Independent Directors and the Board for the other NEOs and employees, the authority to grant options is vested solely with the Board, which considers the recommendations of the Independent Directors serving as an awards committee.

Retirement and Welfare Benefits

We maintain a 401(k) plan that provides an employer matching contribution of 100% of the first 3% of an executive's compensation, with a contribution equal to \$0.50 on the dollar up to the next 2% of an executive's compensation or the maximum amount allowable by law. This benefit is available to all eligible employees. Our NEOs participate in our 401(k) plan on the same basis as our other employees. We also offer health and welfare benefits to our employees, including the NEOs who also receive these benefits on a basis consistent with our other employees. During 2009, in addition to contributions under the 401(k) plan, we offered the following benefits to our NEOs: life, group health and dental insurance.

Bank Owned Life Insurance

The Bank has invested in BOLI to finance employee benefit programs. The current cash surrender value of the policies included in other assets was \$11.4 million as of December 31, 2009. The Bank recorded income from the insurance policies for the twelve-month period ended December 31, 2009 of \$495,600. Under the BOLI insurance agreement, while employed, the beneficiaries of the NEOs would receive life insurance benefits of two times their annual salary. Life insurance coverage under the plan is solely during the active employment of the NEO and does not continue past retirement. The outside independent directors have determined that these insurance policies and death benefit endorsement are a desirable and appropriate investment for the Bank.

Outstanding Equity Awards at Fiscal Year End

The following table sets forth, on an award by award basis, information about unexercised stock options held by the Named Executive Officers as of December 31, 2009. All options were granted with an exercise or base price of 100% of market value as determined in accordance with the applicable plan. The number of shares subject to each award and the exercise or base price have been adjusted to reflect all stock splits effected after the date of such award, but have not otherwise been modified.

Outstanding Equity Awards at Fiscal Year End				
Name	Option Awards			
	Number of Securities Underlying Unexercised Options (#) Exercisable (1)	Number of Securities Underlying Unexercised Options (#) Unexercisable	Option Exercise Price (\$)	Option Expiration Date
Phillip C. Bowman	5,000	-	\$ 9.1100	09/30/10
	5,000	-	8.6500	04/18/17
Kevin P. Huffman	15,000	-	3.2667	11/01/11
	12,000	-	3.4667	12/19/11
	3,000	-	5.2000	11/20/12
Susan L. Grant	-	-	-	-

- (1) Mr. Bowman's 5,000 shares of stock options were granted on September 30, 2005 at \$9.11 per share to be fully vested at the date of grant and 5,000 shares of stock options were granted on April 18, 2007 at \$8.65 per share to be vested 50% on April 18, 2008 and the remaining 50% on April 18, 2009. Mr. Huffman's 15,000 shares of stock options were granted on November 1, 2001 at \$3.2667 per share to be vested 50% on November 1, 2002 and the remaining 50% on November 1, 2003; 12,000 shares of stock options were granted on December 19, 2001 at \$3.4667 per share to be vested 50% on December 19, 2002 and the remaining 50% on December 19, 2003 and 3,000 shares of stock options were granted on November 20, 2002 at \$5.20 per share to be vested 50% on November 20, 2003 and the remaining 50% on November 20, 2004.

Certain Relationships and Related Person Transactions

From time to time, WSB has had, and expects to have in the future, banking transactions in the ordinary course of business with its directors and officers, and other related parties. WSB maintains written policies and procedures to strictly control all loans to insiders in accordance with Federal law (Regulation O). Insiders include any executive officer, director, or principal stockholder and entities which such persons control. These transactions have been made on substantially the same terms, including interest rates, collateral, and repayment terms, as those prevailing at the same time for comparable transactions with unaffiliated parties. The extensions of credit to these persons have not and do not currently involve more than the normal risk of collectability or present other unfavorable features. None of these loans or other extensions of credit are disclosed as nonaccrual, past due, restructured or potential problem loans.

WSB's Board of Directors is required to review all related party transactions, excluding insider loans, which are approved by the full Board of Directors, and with any interested director not participating in the approval process, for potential conflicts of interest. All related party transactions and relationships must be on terms not materially less favorable than what would be usual and customary in similar transactions between unrelated persons dealing at arms length. To the extent such transactions are ongoing business relationships with WSB, such transactions are reviewed annually. Related party transactions are those involving WSB and the Bank, which are required to be disclosed pursuant to SEC Regulation S-K, Item 404.

SECTION 16(a) BENEFICIAL OWNERSHIP REPORTING COMPLIANCE

The federal securities laws require that WSB's directors and executive officers and persons holding more than ten percent of its outstanding shares of common stock report their ownership and changes in such ownership to the Securities and Exchange Commission and WSB. Based solely on its review of the copies of such reports, we believe that, for the year ended December 31, 2009, all Section 16(a) filing requirements applicable to WSB's officers, directors and greater than ten percent stockholders were complied with on a timely basis, with the exception of a Form 4 required to be filed by Mr. Dukes for his purchases of WSB common stock on November 3, 2009 and November 4, 2009, which Form 4 was filed on November 9, 2009.

Audit Committee Report

The Audit Committee has reviewed and discussed WSB's audited financial statements for the year ended December 31, 2009 with management and with WSB's independent registered public accounting firm, Stegman & Company. The Audit Committee has discussed with Stegman & Company the matters required to be discussed by Statement on Auditing Standards No. 61, as amended (AICPA, Professional Standards, Vol. 1, AU section 380), as adopted by the Public Company Accounting Oversight Board in Rule 3200T, relating to the conduct of the audit. The Audit Committee has received

the written disclosures and the letter from Stegman & Company required by applicable requirements of the Public Company Accounting Oversight Board regarding the independent accountant's communications with the audit committee concerning independence, and has discussed with Stegman & Company their independence. Based on the Audit Committee's review of the audited financial statements and the review and discussions described in this paragraph, the Audit Committee recommended to the Board of Directors that the audited financial statements for the year ended December 31, 2009 be included in WSB's Annual Report on Form 10-K for the year ended December 31, 2009.

Submitted by the members of the Audit Committee:

Michael J. Sullivan (Chairman)
 George Q. Conover
 Charles A. Dukes, Jr.
 Eric S. Lodge
 Charles W. McPherson

Independent Registered Public Accounting Firm

The Audit Committee has appointed Stegman & Company as WSB's independent registered public accounting firm to audit the books and accounts of WSB and its subsidiaries for the year ending December 31, 2010. Stegman & Company has served as independent auditors for the subsidiaries of WSB for the last ten years and as auditors for WSB since 2008. Stegman & Company has advised WSB that neither the accounting firm nor any of its members or associates has any direct financial interest in or any connection with WSB or its subsidiaries other than as independent registered public accountants. Representatives of Stegman are expected to be present at the annual meeting and available to respond to appropriate questions and will also be permitted to make a statement if they so desire. The following is a summary of the fees billed to WSB by Stegman & Company for professional services rendered for the years ended December 31, 2009 and 2008:

Fee Category	Fiscal 2009 Fees	Fiscal 2008 Fees
Audit Fees	\$ 104,891	\$ 100,488
Audit-Related Fees	10,855	-
Tax Fees	<u>10,650</u>	<u>9,275</u>
Total Fees	<u>\$ 126,396</u>	<u>\$ 109,763</u>

Audit Fees. Consist of fees billed for professional services rendered for the audit of the WSB's annual financial statements and review of the interim consolidated financial statements included in quarterly reports, and services that are normally provided by Stegman & Company in connection with statutory and regulatory filings or engagements.

Audit-Related Fees. Consist of fees billed for assurance and related services that are reasonable, related to the performance of the audit or review of WSB's consolidated financial statements and are not reported under "Audit Fees". The fees shown above were for consulting and research, and for certain compliance reporting.

Tax Fees. Consist of fees billed for professional services for tax compliance and advice, tax planning and preparation of tax returns.

All Other Fees. There were no fees billed for other professional services in fiscal years 2009 and 2008 that were not included in one of the above categories.

Policy on Audit Committee Pre-Approval of Audit Services and Permissible Non-Audit Services of Independent Registered Public Accounting Firm

The Audit Committee's policy is to pre-approve all audit and permissible non-audit services performed by its independent registered public accounting firm. These services may include audit services, audit-related services, tax services and other services. For audit services, the independent registered public accounting firm provides an engagement letter in advance of the Audit Committee meeting, outlining the scope of the audit and related audit fees. If agreed to by the Audit Committee, this engagement letter is formally accepted by the Audit Committee at the Audit Committee meeting. For non-audit services, WSB's senior management will submit from time to time to the Audit Committee for approval non-audit services that they recommend the Audit Committee engage the independent registered public accounting firm to provide for the year. WSB's senior management and the independent registered public accounting firm will each confirm to the Audit Committee that each non-audit service is permissible under all applicable legal requirements. A budget, estimating non-audit service spending for the year, will be provided to the Audit Committee along with the request. The Audit Committee must approve both permissible non-audit services and the budget for such services. The Audit Committee will be informed routinely as to the non-audit services actually provided by the independent registered public accounting firm pursuant to this pre-approval process. The Audit Committee may delegate pre-approval authority to its Chairman. The Chairman must report any decisions to the Audit Committee at the next scheduled meeting.

OTHER MATTERS

As of the date of this proxy statement, management is not aware of any business to come before the annual meeting other than the matters that are described in this proxy statement. However, if any other matters properly come before the special meeting, we intend that the proxies solicited by this proxy statement will be voted on those other matters in accordance with the judgment of the persons voting the proxies.

ANNUAL REPORT ON FORM 10-K

A copy of WSB's Annual Report on Form 10-K for the year ended December 31, 2009 has been mailed concurrently with this Proxy Statement to all stockholders entitled to notice of and to vote at the Annual Meeting. The Form 10-K is not incorporated into this Proxy Statement.

WSB filed its 2009 Annual Report on Form 10-K with the Securities and Exchange Commission. WSB will mail without charge, to any beneficial holder of its securities, upon written request, a copy of its Annual Report on Form 10-K for the year ended December 31, 2009, excluding exhibits, to any beneficial owner of its securities without charge upon receipt of a written request from such person. Please send a written request to Investor Relations, WSB, 4201 Mitchellville Road, Suite 200, Bowie, Maryland 20716.

STOCKHOLDER PROPOSALS FOR 2011 ANNUAL MEETING OF STOCKHOLDERS

In order to be eligible for inclusion in WSB's proxy materials distributed to stockholders for the 2011 Annual Meeting, stockholder proposals submitted to WSB in compliance with SEC Rule 14a-8 (which concerns shareholder proposals that are requested to be included in a company's proxy statement) must be received in written form, in accordance with Rule 14a-8, at our executive offices no later than

December 1, 2010. In order to curtail controversy as to compliance with this requirement, stockholders are urged to submit proposals to the Secretary of WSB by Certified Mail—Return Receipt Requested.

Pursuant to the proxy rules under the Securities Exchange Act of 1934, as amended, WSB's stockholders are notified that the notice of any stockholder proposal to be submitted outside of the Rule 14a-8 process for consideration at the 2011 Annual Meeting of Stockholders must be received by our Secretary between November 1, 2010 and December 1, 2010. As to all such matters for which notice is received outside of this timeframe, discretionary authority to vote on such proposal will be granted to the persons designated in WSB's proxy related to the 2011 Annual Meeting.

SOLICITATION AND REVOCATION OF PROXIES

The enclosed proxy is being solicited by the WSB Board of Directors. The cost of solicitation of proxies will be borne by WSB and we will reimburse banks, brokers and other custodians, nominees, and fiduciaries for their reasonable expenses incurred in sending proxy material to beneficial owners and obtaining their proxies. In order to assure that a quorum is present at the meeting, proxy solicitation may also be made personally or by telephone or telegram by directors, officers, and employees of WSB and its subsidiaries without added compensation.

You may revoke your proxy at any time prior to or at the meeting by written notice to WSB, by executing a proxy bearing a later date, or by attending the meeting and voting in person. If your shares are held in street name, you must contact your brokerage firm or bank to change your vote.

March 24, 2010