

**HERITAGE OAKS BANCORP**

	CPP Disbursement Date 03/20/2009	RSSD (Holding Company) 2253529	Number of Insured Depository Institutions 1	
<b>Selected balance and off-balance sheet items</b>	<b>2010</b> \$ millions	<b>2011</b> \$ millions	%chg from prev	
<b>Assets</b>	\$979	\$983	0.4%	
Loans	\$688	\$668	-2.9%	
Construction & development	\$75	\$49	-34.1%	
Closed-end 1-4 family residential	\$33	\$39	17.4%	
Home equity	\$31	\$31	0.8%	
Credit card	\$1	\$1	4.7%	
Other consumer	\$6	\$5	-18.6%	
Commercial & Industrial	\$146	\$141	-3.3%	
Commercial real estate	\$349	\$361	3.4%	
Unused commitments	\$149	\$142	-4.7%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$170	\$152	-10.5%	
Asset-backed securities	\$0	\$2		
Other securities	\$54	\$83	53.4%	
Cash & balances due	\$21	\$32	54.6%	
<b>Residential mortgage originations</b>				
Closed-end mortgage originated for sale (quarter)	\$52	\$49	-6.0%	
Open-end HELOC originated for sale (quarter)	\$0	\$0		
Closed-end mortgage originations sold (quarter)	\$53	\$44	-17.0%	
Open-end HELOC originations sold (quarter)	\$0	\$0		
<b>Liabilities</b>	\$853	\$848	-0.6%	
Deposits	\$799	\$787	-1.5%	
Total other borrowings	\$45	\$52	14.4%	
FHLB advances	\$45	\$52	14.4%	
<b>Equity</b>				
Equity capital at quarter end	\$126	\$135	7.4%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$53	\$0	NA	
<b>Performance Ratios</b>				
Tier 1 leverage ratio	10.5%	11.9%	--	
Tier 1 risk based capital ratio	13.5%	14.5%	--	
Total risk based capital ratio	14.7%	15.8%	--	
Return on equity <sup>1</sup>	2.0%	12.7%	--	
Return on assets <sup>1</sup>	0.3%	1.7%	--	
Net interest margin <sup>1</sup>	4.8%	4.9%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	76.0%	173.7%	--	
Loss provision to net charge-offs (qtr)	236.8%	38.8%	--	
Net charge-offs to average loans and leases <sup>1</sup>	1.4%	1.1%	--	
<sup>1</sup> Quarterly, annualized.				
	<b>Noncurrent Loans</b>		<b>Gross Charge-Offs</b>	
<b>Asset Quality (% of Total Loan Type)</b>	<b>2010</b>	<b>2011</b>	<b>2010</b>	<b>2011</b>
Construction & development	8.6%	5.7%	0.8%	0.0%
Closed-end 1-4 family residential	2.3%	1.6%	0.5%	0.1%
Home equity	3.3%	1.2%	0.0%	0.0%
Credit card	0.0%	0.0%	0.0%	0.0%
Other consumer	1.6%	1.2%	3.6%	0.1%
Commercial & Industrial	2.7%	1.2%	0.6%	0.2%
Commercial real estate	5.1%	1.3%	0.4%	0.4%
Total loans	4.8%	1.7%	0.5%	0.3%