

**CAROLINA BANK HOLDINGS, INC.**

	CPP Disbursement Date 01/09/2009	RSSD (Holding Company) 2943473	Number of Insured Depository Institutions 1	
<b>Selected balance and off-balance sheet items</b>	<b>2012</b> \$ millions	<b>2013</b> \$ millions	%chg from prev	
<b>Assets</b>	\$692	\$662	-4.3%	
<b>Loans</b>	\$593	\$472	-20.4%	
<i>Construction &amp; development</i>	\$65	\$50	-21.9%	
<i>Closed-end 1-4 family residential</i>	\$181	\$82	-54.3%	
<i>Home equity</i>	\$67	\$67	0.6%	
<i>Credit card</i>	\$0	\$0		
<i>Other consumer</i>	\$3	\$1	-55.9%	
<i>Commercial &amp; Industrial</i>	\$61	\$56	-9.2%	
<i>Commercial real estate</i>	\$182	\$186	2.2%	
Unused commitments	\$119	\$160	34.7%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$11	\$28	146.1%	
Asset-backed securities	\$0	\$0		
Other securities	\$31	\$49	58.6%	
Cash & balances due	\$15	\$76	397.7%	
Residential mortgage originations				
<i>Closed-end mortgage originated for sale (quarter)</i>	\$357	\$137	-61.7%	
<i>Open-end HELOC originated for sale (quarter)</i>	\$0	\$0		
<i>Closed-end mortgage originations sold (quarter)</i>	\$321	\$137	-57.3%	
<i>Open-end HELOC originations sold (quarter)</i>	\$0	\$0		
<b>Liabilities</b>	\$627	\$602	-3.9%	
Deposits	\$591	\$580	-2.0%	
Total other borrowings	\$18	\$6	-67.0%	
FHLB advances	\$16	\$3	-81.9%	
<b>Equity</b>				
Equity capital at quarter end	\$65	\$59	-8.2%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA	
<b>Performance Ratios</b>				
Tier 1 leverage ratio	9.2%	8.9%	--	
Tier 1 risk based capital ratio	11.3%	11.2%	--	
Total risk based capital ratio	14.2%	13.9%	--	
Return on equity <sup>1</sup>	14.1%	-1.0%	--	
Return on assets <sup>1</sup>	1.3%	-0.1%	--	
Net interest margin <sup>1</sup>	4.1%	3.5%	--	
Coverage ratio ((ALLL+Alloc transfer risk)/Noncurrent loans)	75.9%	45.8%	--	
Loss provision to net charge-offs (qtr)	27.8%	98.4%	--	
Net charge-offs to average loans and leases <sup>1</sup>	0.8%	2.1%	--	
<sup>1</sup> Quarterly, annualized.				
	<b>Noncurrent Loans</b>		<b>Gross Charge-Offs</b>	
<b>Asset Quality (% of Total Loan Type)</b>	<b>2012</b>	<b>2013</b>	<b>2012</b>	<b>2013</b>
<i>Construction &amp; development</i>	2.8%	3.4%	0.0%	0.7%
<i>Closed-end 1-4 family residential</i>	0.9%	2.6%	0.1%	0.1%
<i>Home equity</i>	1.0%	0.6%	0.0%	0.0%
<i>Credit card</i>	0.0%	0.0%	0.0%	0.0%
<i>Other consumer</i>	1.7%	0.0%	0.1%	1.5%
<i>Commercial &amp; Industrial</i>	1.8%	6.2%	1.3%	1.7%
<i>Commercial real estate</i>	4.3%	4.8%	0.1%	0.7%
<i>Total loans</i>	2.2%	3.5%	0.2%	0.6%