

HARBOR BANKSHARES CORPORATION

	CPP Disbursement Date 07/17/2009	RSSD (Holding Company) 2008130	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2012 \$ millions	2013 \$ millions	%chg from prev	
Assets	\$249	\$243	-2.2%	
Loans	\$172	\$155	-9.6%	
<i>Construction & development</i>	\$6	\$4	-30.2%	
<i>Closed-end 1-4 family residential</i>	\$23	\$24	3.1%	
<i>Home equity</i>	\$3	\$2	-9.6%	
<i>Credit card</i>	\$1	\$1	-7.3%	
<i>Other consumer</i>	\$0	\$0	-26.7%	
<i>Commercial & Industrial</i>	\$41	\$37	-9.8%	
<i>Commercial real estate</i>	\$81	\$68	-15.8%	
Unused commitments	\$10	\$16	56.9%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$0	\$0		
Asset-backed securities	\$0	\$0		
Other securities	\$29	\$30	3.1%	
Cash & balances due	\$30	\$36	20.4%	
Residential mortgage originations				
<i>Closed-end mortgage originated for sale (quarter)</i>	\$0	\$0		
<i>Open-end HELOC originated for sale (quarter)</i>	\$0	\$0		
<i>Closed-end mortgage originations sold (quarter)</i>	\$0	\$0		
<i>Open-end HELOC originations sold (quarter)</i>	\$0	\$0		
Liabilities	\$222	\$218	-1.8%	
Deposits	\$214	\$210	-1.7%	
Total other borrowings	\$5	\$5	0.0%	
FHLB advances	\$5	\$5	0.0%	
Equity				
Equity capital at quarter end	\$27	\$25	-6.0%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA	
Performance Ratios				
Tier 1 leverage ratio	8.2%	8.6%	--	
Tier 1 risk based capital ratio	11.5%	12.2%	--	
Total risk based capital ratio	12.7%	13.4%	--	
Return on equity ¹	1.6%	3.9%	--	
Return on assets ¹	0.2%	0.4%	--	
Net interest margin ¹	4.4%	4.2%	--	
Coverage ratio ((ALLL+Alloc transfer risk)/Noncurrent loans)	21.7%	51.6%	--	
Loss provision to net charge-offs (qtr)	36.0%	0.0%	--	
Net charge-offs to average loans and leases ¹	1.1%	-0.3%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2012	2013	2012	2013
<i>Construction & development</i>	52.1%	26.6%	0.0%	0.0%
<i>Closed-end 1-4 family residential</i>	12.8%	0.0%	0.5%	0.0%
<i>Home equity</i>	15.7%	0.0%	0.0%	0.0%
<i>Credit card</i>	1.1%	1.6%	0.2%	1.4%
<i>Other consumer</i>	0.5%	0.0%	0.2%	0.0%
<i>Commercial & Industrial</i>	8.7%	4.5%	0.4%	0.0%
<i>Commercial real estate</i>	5.8%	3.9%	0.3%	0.0%
<i>Total loans</i>	8.7%	3.5%	0.3%	0.0%