

ALARION FINANCIAL SERVICES, INC.

	CPP Disbursement Date 01/23/2009	RSSD (Holding Company) 3382891	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2008 \$ millions	2009 \$ millions	%chg from prev	
Assets	\$258	\$309	20.1%	
Loans	\$208	\$238	14.4%	
Construction & development	\$59	\$49	-17.3%	
Closed-end 1-4 family residential	\$41	\$58	41.9%	
Home equity	\$10	\$11	14.0%	
Credit card	\$0	\$0		
Other consumer	\$2	\$2	-3.7%	
Commercial & Industrial	\$21	\$24	11.5%	
Commercial real estate	\$65	\$76	17.1%	
Unused commitments	\$36	\$31	-13.6%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$10	\$30	199.4%	
Asset-backed securities	\$0	\$0		
Other securities	\$3	\$1	-66.6%	
Cash & balances due	\$16	\$12	-23.9%	
Residential mortgage originations				
Closed-end mortgage originated for sale (quarter)	\$0	\$0		
Open-end HELOC originated for sale (quarter)	\$0	\$0		
Closed-end mortgage originations sold (quarter)	\$0	\$0		
Open-end HELOC originations sold (quarter)	\$0	\$0		
Liabilities	\$235	\$283	20.4%	
Deposits	\$204	\$254	24.2%	
Total other borrowings	\$30	\$29	-3.2%	
FHLB advances	\$22	\$21	-4.5%	
Equity				
Equity capital at quarter end	\$22	\$26	17.5%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$3	\$4	NA	
Performance Ratios				
Tier 1 leverage ratio	8.4%	8.4%	--	
Tier 1 risk based capital ratio	9.5%	10.3%	--	
Total risk based capital ratio	10.7%	11.5%	--	
Return on equity ¹	-8.0%	6.3%	--	
Return on assets ¹	-0.7%	0.5%	--	
Net interest margin ¹	2.3%	3.1%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	241.0%	106.8%	--	
Loss provision to net charge-offs (qtr)	157.5%	187.5%	--	
Net charge-offs to average loans and leases ¹	0.9%	0.3%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2008	2009	2008	2009
Construction & development	0.7%	3.5%	0.6%	0.0%
Closed-end 1-4 family residential	1.1%	1.3%	0.2%	0.3%
Home equity	0.1%	0.0%	0.0%	0.0%
Credit card	0.0%	0.0%	0.0%	0.0%
Other consumer	0.0%	0.0%	0.0%	1.1%
Commercial & Industrial	0.0%	0.0%	0.0%	0.0%
Commercial real estate	0.4%	0.5%	0.0%	0.0%
Total loans	0.5%	1.2%	0.2%	0.1%