

COMMUNITY BANK SHARES OF INDIANA, INC.

| | CPP Disbursement Date 05/29/2009 | RSSD (Holding Company) 2356073 | Number of Insured Depository Institutions 2 | |
|---|-------------------------------------|-----------------------------------|---|-------------|
| Selected balance and off-balance sheet items | 2008 \$ millions | 2009 \$ millions | %chg from prev | |
| Assets | \$892 | \$825 | -7.5% | |
| Loans | \$633 | \$545 | -13.9% | |
| <i>Construction & development</i> | \$74 | \$50 | -32.2% | |
| <i>Closed-end 1-4 family residential</i> | \$180 | \$136 | -24.2% | |
| <i>Home equity</i> | \$44 | \$41 | -7.5% | |
| <i>Credit card</i> | \$0 | \$0 | | |
| <i>Other consumer</i> | \$17 | \$14 | -17.8% | |
| <i>Commercial & Industrial</i> | \$90 | \$90 | -0.8% | |
| <i>Commercial real estate</i> | \$207 | \$195 | -5.6% | |
| Unused commitments | \$126 | \$121 | -4.1% | |
| Securitization outstanding principal | \$0 | \$0 | | |
| Mortgage-backed securities (GSE and private issue) | \$98 | \$120 | 23.1% | |
| Asset-backed securities | \$0 | \$0 | | |
| Other securities | \$24 | \$53 | 118.7% | |
| Cash & balances due | \$33 | \$35 | 6.8% | |
| 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 | \$804 | \$750 | -6.7% | |
| Deposits | \$604 | \$598 | -1.0% | |
| Total other borrowings | \$195 | \$147 | -24.7% | |
| FHLB advances | \$112 | \$68 | -38.8% | |
| Equity | | | | |
| Equity capital at quarter end | \$89 | \$75 | -15.0% | |
| Stock sales and transactions with parent holding company (cumulative through calendar year) | \$2 | \$7 | NA | |
| Performance Ratios | | | | |
| Tier 1 leverage ratio | 8.4% | 8.6% | -- | |
| Tier 1 risk based capital ratio | 10.7% | 11.7% | -- | |
| Total risk based capital ratio | 11.9% | 12.9% | -- | |
| Return on equity ¹ | -4.2% | 8.3% | -- | |
| Return on assets ¹ | -0.4% | 0.7% | -- | |
| Net interest margin ¹ | 3.1% | 3.6% | -- | |
| Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans) | 45.8% | 67.2% | -- | |
| Loss provision to net charge-offs (qtr) | 324.2% | 17.5% | -- | |
| Net charge-offs to average loans and leases ¹ | 0.7% | 2.0% | -- | |
| ¹ Quarterly, annualized. | | | | |
| | Noncurrent Loans | | Gross Charge-Offs | |
| Asset Quality (% of Total Loan Type) | 2008 | 2009 | 2008 | 2009 |
| <i>Construction & development</i> | 19.7% | 11.4% | 0.2% | 1.1% |
| <i>Closed-end 1-4 family residential</i> | 1.3% | 2.7% | 0.0% | 0.1% |
| <i>Home equity</i> | 0.8% | 0.2% | 0.2% | 1.0% |
| <i>Credit card</i> | 0.0% | 0.0% | 0.0% | 0.0% |
| <i>Other consumer</i> | 1.7% | 1.3% | 0.9% | 1.4% |
| <i>Commercial & Industrial</i> | 0.9% | 0.2% | 0.1% | 1.3% |
| <i>Commercial real estate</i> | 1.0% | 6.2% | 0.3% | 0.1% |
| <i>Total loans</i> | 3.3% | 4.2% | 0.2% | 0.5% |