

COVENANT FINANCIAL CORPORATION

	CPP Disbursement Date 06/05/2009	RSSD (Holding Company) 3212046	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2008 \$ millions	2009 \$ millions	%chg from prev	
Assets	\$223	\$263	17.9%	
Loans	\$146	\$174	18.9%	
Construction & development	\$14	\$16	17.3%	
Closed-end 1-4 family residential	\$28	\$31	11.1%	
Home equity	\$1	\$3	169.0%	
Credit card	\$0	\$0		
Other consumer	\$9	\$9	7.9%	
Commercial & Industrial	\$35	\$40	11.8%	
Commercial real estate	\$39	\$52	33.5%	
Unused commitments	\$18	\$24	33.0%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$8	\$7	-15.5%	
Asset-backed securities	\$0	\$0		
Other securities	\$36	\$32	-10.9%	
Cash & balances due	\$7	\$27	307.2%	
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	\$204	\$240	17.5%	
Deposits	\$167	\$194	16.7%	
Total other borrowings	\$36	\$44	22.7%	
FHLB advances	\$21	\$25	20.1%	
Equity				
Equity capital at quarter end	\$19	\$23	21.5%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$5	NA	
Performance Ratios				
Tier 1 leverage ratio	8.6%	9.0%	--	
Tier 1 risk based capital ratio	10.7%	11.1%	--	
Total risk based capital ratio	11.5%	12.3%	--	
Return on equity ¹	2.8%	-8.5%	--	
Return on assets ¹	0.2%	-0.8%	--	
Net interest margin ¹	3.6%	3.5%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	690.6%	95.1%	--	
Loss provision to net charge-offs (qtr)	69.0%	177.8%	--	
Net charge-offs to average loans and leases ¹	1.5%	1.7%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2008	2009	2008	2009
Construction & development	1.6%	1.2%	0.0%	0.1%
Closed-end 1-4 family residential	0.0%	0.8%	0.1%	0.2%
Home equity	0.0%	0.0%	0.0%	0.0%
Credit card	0.0%	0.0%	0.0%	0.0%
Other consumer	0.2%	0.2%	0.7%	0.9%
Commercial & Industrial	0.0%	0.5%	0.4%	0.9%
Commercial real estate	0.0%	3.7%	0.7%	0.5%
Total loans	0.2%	1.5%	0.4%	0.5%