

DNB FINANCIAL CORPORATION

	CPP Disbursement Date 01/30/2009	RSSD (Holding Company) 1117455	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2008 \$ millions	2009 \$ millions	%chg from prev	
Assets	\$534	\$635	18.8%	
Loans	\$336	\$359	6.8%	
<i>Construction & development</i>	\$36	\$35	-2.8%	
<i>Closed-end 1-4 family residential</i>	\$89	\$81	-8.9%	
<i>Home equity</i>	\$16	\$19	19.0%	
<i>Credit card</i>	\$0	\$0		
<i>Other consumer</i>	\$12	\$12	-3.9%	
<i>Commercial & Industrial</i>	\$36	\$36	0.3%	
<i>Commercial real estate</i>	\$116	\$138	18.8%	
Unused commitments	\$56	\$55	-0.7%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$70	\$88	25.2%	
Asset-backed securities	\$0	\$0		
Other securities	\$50	\$112	125.2%	
Cash & balances due	\$10	\$36	260.3%	
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	\$495	\$584	17.8%	
Deposits	\$409	\$509	24.3%	
Total other borrowings	\$81	\$70	-13.2%	
FHLB advances	\$60	\$53	-11.7%	
Equity				
Equity capital at quarter end	\$39	\$51	31.5%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$10	NA	
Performance Ratios				
Tier 1 leverage ratio	7.4%	8.2%	--	
Tier 1 risk based capital ratio	10.7%	12.7%	--	
Total risk based capital ratio	11.9%	13.9%	--	
Return on equity ¹	-0.8%	5.5%	--	
Return on assets ¹	-0.1%	0.4%	--	
Net interest margin ¹	3.2%	2.9%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	168.3%	58.0%	--	
Loss provision to net charge-offs (qtr)	79.0%	154.7%	--	
Net charge-offs to average loans and leases ¹	1.2%	0.3%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2008	2009	2008	2009
<i>Construction & development</i>	3.3%	12.1%	0.1%	0.0%
<i>Closed-end 1-4 family residential</i>	1.4%	3.9%	0.0%	0.5%
<i>Home equity</i>	0.0%	0.0%	3.1%	0.0%
<i>Credit card</i>	0.0%	0.0%	0.0%	0.0%
<i>Other consumer</i>	0.0%	0.7%	0.1%	0.0%
<i>Commercial & Industrial</i>	0.0%	0.6%	0.0%	0.0%
<i>Commercial real estate</i>	0.0%	1.0%	0.2%	0.0%
<i>Total loans</i>	0.8%	2.6%	0.3%	0.1%