

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	2008 \$ millions	2009 \$ millions	%chg from prev	
Assets	\$285	\$305	6.8%	
Loans	\$211	\$213	1.0%	
<i>Construction & development</i>	\$24	\$13	-44.6%	
<i>Closed-end 1-4 family residential</i>	\$22	\$21	-1.8%	
<i>Home equity</i>	\$3	\$3	-10.4%	
<i>Credit card</i>	\$1	\$1	11.2%	
<i>Other consumer</i>	\$1	\$1	-11.3%	
<i>Commercial & Industrial</i>	\$66	\$64	-2.3%	
<i>Commercial real estate</i>	\$74	\$87	18.2%	
Unused commitments	\$21	\$21	-0.3%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$0	\$0	-100.0%	
Asset-backed securities	\$0	\$0		
Other securities	\$35	\$39	11.6%	
Cash & balances due	\$19	\$7	-65.4%	
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	\$259	\$278	7.2%	
Deposits	\$245	\$270	9.9%	
Total other borrowings	\$11	\$5	-54.5%	
FHLB advances	\$11	\$5	-54.5%	
Equity				
Equity capital at quarter end	\$26	\$27	3.1%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$1	\$7	NA	
Performance Ratios				
Tier 1 leverage ratio	8.3%	8.0%	--	
Tier 1 risk based capital ratio	10.0%	9.9%	--	
Total risk based capital ratio	11.3%	11.1%	--	
Return on equity ¹	-20.9%	15.2%	--	
Return on assets ¹	-2.0%	1.3%	--	
Net interest margin ¹	4.2%	4.0%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	38.6%	87.5%	--	
Loss provision to net charge-offs (qtr)	235.6%	0.0%	--	
Net charge-offs to average loans and leases ¹	1.4%	5.5%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2008	2009	2008	2009
<i>Construction & development</i>	19.7%	2.8%	2.7%	0.0%
<i>Closed-end 1-4 family residential</i>	0.2%	0.2%	0.0%	0.0%
<i>Home equity</i>	0.0%	0.0%	0.0%	0.0%
<i>Credit card</i>	4.8%	3.5%	0.6%	0.0%
<i>Other consumer</i>	1.0%	0.4%	6.4%	1.6%
<i>Commercial & Industrial</i>	5.3%	0.4%	0.0%	4.5%
<i>Commercial real estate</i>	0.1%	3.2%	0.0%	0.0%
<i>Total loans</i>	3.9%	1.6%	0.4%	1.4%