

HOMETOWN BANK

	CPP Disbursement Date 01/09/2009	Cert 31028	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2008 \$ millions	2009 \$ millions	%chg from prev	
Assets	\$141	\$179	27.1%	
Loans	\$105	\$123	17.5%	
<i>Construction & development</i>	\$3	\$2	-51.3%	
<i>Closed-end 1-4 family residential</i>	\$37	\$34	-7.0%	
<i>Home equity</i>	\$4	\$5	45.4%	
<i>Credit card</i>	\$0	\$0		
<i>Other consumer</i>	\$7	\$8	10.6%	
<i>Commercial & Industrial</i>	\$19	\$24	21.9%	
<i>Commercial real estate</i>	\$31	\$47	52.1%	
Unused commitments	\$19	\$23	19.2%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$14	\$17	22.3%	
Asset-backed securities	\$0	\$0		
Other securities	\$0	\$0		
Cash & balances due	\$4	\$8	109.5%	
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	\$126	\$161	27.8%	
Deposits	\$113	\$149	32.1%	
Total other borrowings	\$11	\$10	-11.8%	
FHLB advances	\$0	\$0		
Equity				
Equity capital at quarter end	\$15	\$18	21.7%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA	
Performance Ratios				
Tier 1 leverage ratio	8.7%	8.0%	--	
Tier 1 risk based capital ratio	11.9%	10.8%	--	
Total risk based capital ratio	12.8%	11.7%	--	
Return on equity ¹	7.7%	9.4%	--	
Return on assets ¹	0.8%	1.0%	--	
Net interest margin ¹	4.3%	4.3%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	149.0%	93.7%	--	
Loss provision to net charge-offs (qtr)	3250.0%	39.1%	--	
Net charge-offs to average loans and leases ¹	0.0%	0.8%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2008	2009	2008	2009
<i>Construction & development</i>	14.8%	30.2%	0.0%	10.2%
<i>Closed-end 1-4 family residential</i>	0.4%	0.7%	0.0%	0.1%
<i>Home equity</i>	0.0%	1.7%	0.0%	0.0%
<i>Credit card</i>	0.0%	0.0%	0.0%	0.0%
<i>Other consumer</i>	0.2%	0.7%	0.1%	0.2%
<i>Commercial & Industrial</i>	0.1%	1.0%	0.0%	0.2%
<i>Commercial real estate</i>	0.0%	0.4%	0.0%	0.0%
<i>Total loans</i>	0.6%	1.0%	0.0%	0.2%