

LONE STAR BANK

	CPP Disbursement Date 02/06/2009	Cert 58324	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2008 \$ millions	2009 \$ millions	%chg from prev	
Assets	\$104	\$136	31.3%	
Loans	\$98	\$112	14.8%	
<i>Construction & development</i>	\$29	\$29	-3.0%	
<i>Closed-end 1-4 family residential</i>	\$9	\$16	71.7%	
<i>Home equity</i>	\$0	\$0		
<i>Credit card</i>	\$0	\$0		
<i>Other consumer</i>	\$1	\$1	32.4%	
<i>Commercial & Industrial</i>	\$21	\$24	13.0%	
<i>Commercial real estate</i>	\$33	\$39	16.8%	
Unused commitments	\$26	\$7	-72.8%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$0	\$0		
Asset-backed securities	\$0	\$0		
Other securities	\$1	\$7	880.3%	
Cash & balances due	\$1	\$8	640.1%	
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	\$93	\$122	31.3%	
Deposits	\$73	\$116	58.3%	
Total other borrowings	\$20	\$6	-69.2%	
FHLB advances	\$10	\$6	-40.0%	
Equity				
Equity capital at quarter end	\$10	\$13	31.1%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$3	NA	
Performance Ratios				
Tier 1 leverage ratio	10.2%	10.2%	--	
Tier 1 risk based capital ratio	10.2%	11.9%	--	
Total risk based capital ratio	11.4%	13.1%	--	
Return on equity ¹	-56.4%	5.0%	--	
Return on assets ¹	-6.3%	0.5%	--	
Net interest margin ¹	3.3%	3.3%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	103.0%	39.5%	--	
Loss provision to net charge-offs (qtr)	139.9%	-275.9%	--	
Net charge-offs to average loans and leases ¹	4.4%	-0.1%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2008	2009	2008	2009
<i>Construction & development</i>	5.5%	7.6%	4.5%	0.0%
<i>Closed-end 1-4 family residential</i>	0.0%	13.2%	0.0%	0.0%
<i>Home equity</i>	0.0%	0.0%	0.0%	0.0%
<i>Credit card</i>	0.0%	0.0%	0.0%	0.0%
<i>Other consumer</i>	0.0%	0.0%	0.0%	1.6%
<i>Commercial & Industrial</i>	0.0%	4.5%	0.0%	0.0%
<i>Commercial real estate</i>	0.0%	0.0%	0.0%	0.0%
<i>Total loans</i>	1.7%	4.8%	1.3%	0.0%