

MACKINAC FINANCIAL CORPORATION

	CPP Disbursement Date 04/24/2009	RSSD (Holding Company) 1123933	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2008 \$ millions	2009 \$ millions	%chg from prev	
Assets	\$452	\$516	14.1%	
Loans	\$371	\$384	3.4%	
Construction & development	\$36	\$32	-11.8%	
Closed-end 1-4 family residential	\$55	\$56	0.4%	
Home equity	\$10	\$12	10.8%	
Credit card	\$1	\$1	7.4%	
Other consumer	\$3	\$3	20.3%	
Commercial & Industrial	\$68	\$64	-5.5%	
Commercial real estate	\$181	\$205	13.3%	
Unused commitments	\$47	\$34	-28.5%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$47	\$45	-3.6%	
Asset-backed securities	\$0	\$0		
Other securities	\$1	\$1	132.2%	
Cash & balances due	\$11	\$19	78.7%	
Residential mortgage originations				
Closed-end mortgage originated for sale (quarter)	\$0	\$2		
Open-end HELOC originated for sale (quarter)	\$0	\$1		
Closed-end mortgage originations sold (quarter)	\$0	\$2		
Open-end HELOC originations sold (quarter)	\$0	\$0		
Liabilities	\$410	\$467	13.9%	
Deposits	\$372	\$430	15.4%	
Total other borrowings	\$35	\$35	0.0%	
FHLB advances	\$35	\$35	0.0%	
Equity				
Equity capital at quarter end	\$42	\$48	15.6%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$1	\$3	NA	
Performance Ratios				
Tier 1 leverage ratio	8.1%	8.4%	--	
Tier 1 risk based capital ratio	9.3%	10.2%	--	
Total risk based capital ratio	10.4%	11.5%	--	
Return on equity ¹	-1.5%	1.0%	--	
Return on assets ¹	-0.1%	0.1%	--	
Net interest margin ¹	3.2%	3.9%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	66.6%	36.1%	--	
Loss provision to net charge-offs (qtr)	531.4%	199.0%	--	
Net charge-offs to average loans and leases ¹	0.2%	1.2%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2008	2009	2008	2009
Construction & development	9.1%	6.2%	0.0%	1.9%
Closed-end 1-4 family residential	0.7%	2.6%	0.1%	0.1%
Home equity	0.0%	0.0%	0.0%	0.0%
Credit card	0.0%	0.0%	7.1%	0.7%
Other consumer	0.0%	0.0%	0.2%	0.5%
Commercial & Industrial	0.1%	4.1%	0.2%	0.7%
Commercial real estate	1.0%	4.0%	0.0%	0.0%
Total loans	1.7%	3.7%	0.1%	0.3%