

**NORTHERN STATE BANK**

	CPP Disbursement Date 05/15/2009	Cert 58054	Number of Insured Depository Institutions 1	
<b>Selected balance and off-balance sheet items</b>	<b>2008</b> \$ millions	<b>2009</b> \$ millions	%chg from prev	
<b>Assets</b>	\$53	\$61	14.0%	
Loans	\$42	\$50	19.9%	
<i>Construction &amp; development</i>	\$4	\$6	77.0%	
<i>Closed-end 1-4 family residential</i>	\$5	\$5	7.0%	
<i>Home equity</i>	\$4	\$4	-3.6%	
<i>Credit card</i>	\$0	\$0		
<i>Other consumer</i>	\$1	\$0	-100.0%	
<i>Commercial &amp; Industrial</i>	\$7	\$7	2.6%	
<i>Commercial real estate</i>	\$19	\$24	31.4%	
Unused commitments	\$5	\$13	140.7%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$3	\$4	3.1%	
Asset-backed securities	\$0	\$0		
Other securities	\$0	\$1		
Cash & balances due	\$3	\$4	45.2%	
<b>Residential mortgage originations</b>				
<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		
<b>Liabilities</b>	\$49	\$55	11.3%	
Deposits	\$49	\$55	11.6%	
Total other borrowings	\$0	\$0		
FHLB advances	\$0	\$0		
<b>Equity</b>				
Equity capital at quarter end	\$4	\$6	45.6%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$1	\$3	NA	
<b>Performance Ratios</b>				
Tier 1 leverage ratio	8.4%	9.6%	--	
Tier 1 risk based capital ratio	9.1%	11.2%	--	
Total risk based capital ratio	10.2%	12.5%	--	
Return on equity <sup>1</sup>	-41.2%	-2.5%	--	
Return on assets <sup>1</sup>	-3.3%	-0.2%	--	
Net interest margin <sup>1</sup>	1.9%	3.6%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	3060.0%	0.0%	--	
Loss provision to net charge-offs (qtr)	0.0%	-500.0%	--	
Net charge-offs to average loans and leases <sup>1</sup>	0.0%	0.0%	--	
<sup>1</sup> Quarterly, annualized.				
	<b>Noncurrent Loans</b>		<b>Gross Charge-Offs</b>	
<b>Asset Quality (% of Total Loan Type)</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>
<i>Construction &amp; development</i>	0.0%	0.0%	0.0%	0.0%
<i>Closed-end 1-4 family residential</i>	0.0%	0.0%	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%	0.0%
<i>Commercial &amp; Industrial</i>	0.2%	0.0%	0.0%	0.0%
<i>Commercial real estate</i>	0.0%	0.0%	0.0%	0.0%
<i>Total loans</i>	0.0%	0.0%	0.0%	0.0%