

PEOPLES BANCSHARES OF TN, INC.

	CPP Disbursement Date 03/20/2009	RSSD (Holding Company) 3403161	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items				
	2008 \$ millions	2009 \$ millions	%chg from prev	
Assets	\$176	\$171	-2.5%	
Loans	\$133	\$129	-3.5%	
<i>Construction & development</i>	\$6	\$15	147.6%	
<i>Closed-end 1-4 family residential</i>	\$57	\$58	1.8%	
<i>Home equity</i>	\$8	\$9	19.5%	
<i>Credit card</i>	\$0	\$0		
<i>Other consumer</i>	\$15	\$11	-24.8%	
<i>Commercial & Industrial</i>	\$10	\$8	-18.3%	
<i>Commercial real estate</i>	\$22	\$23	5.8%	
Unused commitments	\$10	\$9	-7.4%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$0	\$0		
Asset-backed securities	\$0	\$0		
Other securities	\$15	\$20	37.1%	
Cash & balances due	\$7	\$9	44.0%	
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	\$163	\$156	-4.4%	
Deposits	\$159	\$152	-4.4%	
Total other borrowings	\$3	\$3	0.0%	
FHLB advances	\$0	\$3		
Equity				
Equity capital at quarter end	\$13	\$15	21.9%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$4	NA	
Performance Ratios				
Tier 1 leverage ratio	7.4%	8.8%	--	
Tier 1 risk based capital ratio	9.7%	11.9%	--	
Total risk based capital ratio	10.7%	13.2%	--	
Return on equity ¹	6.3%	-12.4%	--	
Return on assets ¹	0.5%	-1.1%	--	
Net interest margin ¹	3.2%	3.2%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	82.4%	57.5%	--	
Loss provision to net charge-offs (qtr)	0.0%	291.7%	--	
Net charge-offs to average loans and leases ¹	0.5%	1.1%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2008	2009	2008	2009
<i>Construction & development</i>	3.1%	0.0%	0.0%	1.2%
<i>Closed-end 1-4 family residential</i>	2.3%	4.0%	0.1%	0.4%
<i>Home equity</i>	0.0%	0.0%	0.1%	0.0%
<i>Credit card</i>	0.0%	0.0%	0.0%	0.0%
<i>Other consumer</i>	0.5%	4.5%	0.5%	0.2%
<i>Commercial & Industrial</i>	0.5%	0.0%	0.1%	0.0%
<i>Commercial real estate</i>	0.0%	2.8%	0.0%	0.0%
<i>Total loans</i>	1.2%	2.8%	0.1%	0.3%