

**PSB FINANCIAL CORPORATION**

	CPP Disbursement Date 02/27/2009	RSSD (Holding Company) 1109263	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>	\$457	\$433	-5.3%	
Loans	\$208	\$202	-3.0%	
<i>Construction &amp; development</i>	\$16	\$7	-53.7%	
<i>Closed-end 1-4 family residential</i>	\$32	\$29	-9.0%	
<i>Home equity</i>	\$1	\$0	-89.7%	
<i>Credit card</i>	\$1	\$1	-2.3%	
<i>Other consumer</i>	\$13	\$10	-18.7%	
<i>Commercial &amp; Industrial</i>	\$27	\$28	3.7%	
<i>Commercial real estate</i>	\$74	\$83	11.5%	
Unused commitments	\$49	\$47	-3.8%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$88	\$41	-53.0%	
Asset-backed securities	\$0	\$0		
Other securities	\$118	\$135	13.9%	
Cash & balances due	\$14	\$16	19.7%	
<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>	\$425	\$389	-8.5%	
Deposits	\$373	\$358	-3.8%	
Total other borrowings	\$50	\$28	-43.2%	
FHLB advances	\$45	\$27	-41.4%	
<b>Equity</b>				
Equity capital at quarter end	\$31	\$44	39.4%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$11	NA	
<b>Performance Ratios</b>				
Tier 1 leverage ratio	6.9%	10.0%	--	
Tier 1 risk based capital ratio	10.1%	14.0%	--	
Total risk based capital ratio	11.0%	15.1%	--	
Return on equity <sup>1</sup>	-14.4%	9.5%	--	
Return on assets <sup>1</sup>	-1.0%	1.0%	--	
Net interest margin <sup>1</sup>	3.5%	3.8%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	61.6%	96.4%	--	
Loss provision to net charge-offs (qtr)	130.2%	282.2%	--	
Net charge-offs to average loans and leases <sup>1</sup>	3.3%	0.3%	--	
<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>	9.0%	0.2%	0.7%	0.0%
<i>Closed-end 1-4 family residential</i>	2.3%	3.3%	1.0%	0.0%
<i>Home equity</i>	0.0%	0.0%	0.0%	0.0%
<i>Credit card</i>	0.2%	0.2%	1.6%	0.9%
<i>Other consumer</i>	2.3%	2.5%	0.8%	0.5%
<i>Commercial &amp; Industrial</i>	3.4%	1.0%	3.4%	0.4%
<i>Commercial real estate</i>	1.3%	1.6%	0.6%	0.0%
<i>Total loans</i>	2.1%	1.6%	0.9%	0.1%