

VALLEY FINANCIAL CORPORATION

	CPP Disbursement Date 12/12/2008	RSSD (Holding Company) 2314327	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items				
	2008 \$ millions	2009 \$ millions	%chg from prev	
Assets	\$668	\$713	6.6%	
Loans	\$548	\$568	3.8%	
<i>Construction & development</i>	\$82	\$81	-1.6%	
<i>Closed-end 1-4 family residential</i>	\$106	\$107	0.5%	
<i>Home equity</i>	\$25	\$31	21.8%	
<i>Credit card</i>	\$1	\$1	17.0%	
<i>Other consumer</i>	\$4	\$3	-22.8%	
<i>Commercial & Industrial</i>	\$102	\$89	-13.3%	
<i>Commercial real estate</i>	\$213	\$232	9.1%	
Unused commitments	\$130	\$136	4.7%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$47	\$56	18.1%	
Asset-backed securities	\$0	\$0		
Other securities	\$40	\$27	-33.3%	
Cash & balances due	\$7	\$32	355.4%	
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	\$618	\$650	5.3%	
Deposits	\$485	\$556	14.6%	
Total other borrowings	\$127	\$89	-29.7%	
FHLB advances	\$80	\$68	-15.0%	
Equity				
Equity capital at quarter end	\$51	\$63	23.1%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$15	NA	
Performance Ratios				
Tier 1 leverage ratio	7.8%	8.7%	--	
Tier 1 risk based capital ratio	9.0%	10.9%	--	
Total risk based capital ratio	10.3%	12.2%	--	
Return on equity ¹	-2.7%	-5.2%	--	
Return on assets ¹	-0.2%	-0.5%	--	
Net interest margin ¹	3.1%	3.2%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	78.6%	50.0%	--	
Loss provision to net charge-offs (qtr)	-43120.0%	197.6%	--	
Net charge-offs to average loans and leases ¹	0.0%	0.9%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2008	2009	2008	2009
<i>Construction & development</i>	2.5%	20.6%	0.0%	0.3%
<i>Closed-end 1-4 family residential</i>	1.5%	3.4%	0.0%	0.2%
<i>Home equity</i>	0.2%	0.2%	0.0%	0.6%
<i>Credit card</i>	0.1%	0.0%	0.1%	0.0%
<i>Other consumer</i>	0.9%	0.7%	0.0%	1.1%
<i>Commercial & Industrial</i>	4.8%	3.8%	0.0%	0.3%
<i>Commercial real estate</i>	0.4%	0.6%	0.0%	0.2%
<i>Total loans</i>	1.8%	4.4%	0.0%	0.2%