

VALLEY FINANCIAL GROUP, LTD.

	CPP Disbursement Date 12/18/2009	RSSD (Holding Company) 3223293	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2008 \$ millions	2009 \$ millions	%chg from prev	
Assets	\$138	\$154	11.3%	
Loans	\$120	\$124	3.2%	
Construction & development	\$4	\$7	96.4%	
Closed-end 1-4 family residential	\$17	\$15	-12.8%	
Home equity	\$7	\$7	-6.1%	
Credit card	\$0	\$0	-9.1%	
Other consumer	\$4	\$2	-38.8%	
Commercial & Industrial	\$36	\$39	5.8%	
Commercial real estate	\$49	\$51	5.0%	
Unused commitments	\$33	\$40	19.3%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$5	\$1	-72.0%	
Asset-backed securities	\$0	\$0		
Other securities	\$4	\$6	50.5%	
Cash & balances due	\$4	\$14	239.4%	
Residential mortgage originations				
Closed-end mortgage originated for sale (quarter)	\$0	\$0		
Open-end HELOC originated for sale (quarter)	\$0	\$0		
Closed-end mortgage originations sold (quarter)	\$0	\$0		
Open-end HELOC originations sold (quarter)	\$0	\$0		
Liabilities	\$126	\$139	10.8%	
Deposits	\$108	\$120	11.0%	
Total other borrowings	\$18	\$19	9.5%	
FHLB advances	\$18	\$19	9.5%	
Equity				
Equity capital at quarter end	\$12	\$14	17.1%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$1	\$0	NA	
Performance Ratios				
Tier 1 leverage ratio	8.9%	8.7%	--	
Tier 1 risk based capital ratio	9.6%	9.8%	--	
Total risk based capital ratio	10.6%	11.0%	--	
Return on equity ¹	0.3%	50.5%	--	
Return on assets ¹	0.0%	4.5%	--	
Net interest margin ¹	3.0%	3.4%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	89.3%	62.2%	--	
Loss provision to net charge-offs (qtr)	95.3%	471.4%	--	
Net charge-offs to average loans and leases ¹	0.6%	0.1%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2008	2009	2008	2009
Construction & development	0.0%	0.0%	0.0%	0.0%
Closed-end 1-4 family residential	2.9%	5.4%	0.0%	0.0%
Home equity	1.4%	0.0%	0.3%	0.0%
Credit card	0.0%	0.0%	0.0%	0.0%
Other consumer	2.8%	2.8%	0.6%	1.0%
Commercial & Industrial	0.1%	0.4%	0.0%	0.0%
Commercial real estate	1.3%	2.9%	0.2%	0.0%
Total loans	1.1%	2.0%	0.1%	0.0%