

CPP ANNUAL USE OF CAPITAL SURVEY - 2010



NAME OF INSTITUTION

(Include Holding Company Where Applicable)

Taylor Capital Group, Inc.

Person to be contacted regarding this report:	Steven Shapiro, General Counsel	RSSD: (For Bank Holding Companies)	2495039
UST Sequence Number:	83	Holding Company Docket Number: (For Thrift Holding Companies)	N/A
CPP/CDCI Funds Received:	104,823,000	FDIC Certificate Number: (For Depository Institutions)	22599
CPP/CDCI Funds Repaid to Date:	0	Credit Union Charter Number: (For Credit Unions)	
Date Funded (first funding):	11/21/2008	City:	Rosemont
Date Repaid ¹ :	N/A	State:	Illinois

¹If repayment was incremental, please enter the most recent repayment date.

American taxpayers are quite interested in knowing how banks have used the money that Treasury has invested under the Capital Purchase Program (CPP) and Community Development Capital Initiative (CDCI). To answer that question, Treasury is seeking responses that describe generally how the CPP/CDCI investment has affected the operation of your business. We understand that once received, the cash associated with TARP funding is indistinguishable from other cash sources, unless the funds were segregated, and therefore it may not be feasible to identify precisely how the CPP/CDCI investment was deployed or how many CPP/CDCI dollars were allocated to each use. Nevertheless, we ask you to provide as much information as you can about how you have used the capital Treasury has provided, and how your uses of that capital have changed over time. Treasury will be pairing this survey with a summary of certain balance sheet and other financial data from your institution's regulatory filings, so to the extent you find it helpful to do so, please feel free to refer to your institution's quarterly call reports to illustrate your answers. This is your opportunity to speak to the taxpayers in your own words, which will be posted on our website.

What specific ways did your institution utilize CPP/CDCI capital? Check all that apply and elaborate as appropriate, especially if the uses have shifted over time. Your responses should reflect actions taken over the past year (or for the portion of the year in which CPP/CDCI funds were outstanding).

<input checked="" type="checkbox"/>	Increase lending or reduce lending less than otherwise would have occurred.	During 2010, the Company originated approximately \$1.5 billion in new loans, with \$1.2 billion representing actual loan fundings and the remaining \$253 million representing unfunded or unused loan commitments.
<input checked="" type="checkbox"/>	To the extent the funds supported increased lending, please describe the major type of loans, if possible (residential mortgage loans, commercial mortgage loans, small business loans, etc.).	Residential mortgage originations in 2010 were \$817 million, with most of these loans sold after origination. The remainder of the new loans and unfunded or unused loan commitments were originated primarily in the Commercial and ABL groups.
<input type="checkbox"/>	Increase securities purchased (ABS, MBS, etc.).	

<input type="checkbox"/>	Make other investments	
<input type="checkbox"/>	Increase reserves for non-performing assets	
<input type="checkbox"/>	Reduce borrowings	
<input type="checkbox"/>	Increase charge-offs	
<input type="checkbox"/>	Purchase another financial institution or purchase assets from another financial institution	
<input type="checkbox"/>	Held as non-leveraged increase to total capital	

What actions were you able to avoid because of the capital infusion of CPP/CDCI funds?

The CPP capital infusion allowed the Company to continue to pursue its growth strategies.

What actions were you able to take that you may not have taken without the capital infusion of CPP/CDCI funds?

The Company began the operation of a residential mortgage origination unit during the first quarter of 2010. This unit diversifies our revenue streams and complements our other lines of business.

In line with its previously disclosed growth strategy of expanding our asset-based lending capabilities, the Company opened 2 new ABL offices in 2010 as we continue to expand our national presence in this business.

The CPP capital infusion enabled the Company to pursue these growth opportunities, as well as continue our strategy of lending to privately held businesses.

Please describe any other actions that you were able to undertake with the capital infusion of CPP/CDCI funds.

None other than those described above.