

**FIRST UNITED CORPORATION**

	CPP Disbursement Date 01/30/2009	RSSD (Holding Company) 1132672	Number of Insured Depository Institutions 1	
<b>Selected balance and off-balance sheet items</b>	<b>2010</b> \$ millions	<b>2011</b> \$ millions	%chg from prev	
<b>Assets</b>	\$1,688	\$1,383	-18.1%	
Loans	\$1,011	\$939	-7.1%	
Construction & development	\$157	\$143	-8.9%	
Closed-end 1-4 family residential	\$277	\$268	-3.3%	
Home equity	\$80	\$79	-0.4%	
Credit card	\$0	\$0		
Other consumer	\$75	\$11	-85.0%	
Commercial & Industrial	\$64	\$68	6.5%	
Commercial real estate	\$297	\$291	-2.1%	
Unused commitments	\$92	\$86	-6.2%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$100	\$137	36.8%	
Asset-backed securities	\$0	\$0		
Other securities	\$129	\$108	-16.7%	
Cash & balances due	\$293	\$58	-80.1%	
Residential mortgage originations				
Closed-end mortgage originated for sale (quarter)	\$6	\$4	-30.0%	
Open-end HELOC originated for sale (quarter)	\$0	\$0		
Closed-end mortgage originations sold (quarter)	\$6	\$4	-33.0%	
Open-end HELOC originations sold (quarter)	\$0	\$0		
<b>Liabilities</b>	\$1,551	\$1,241	-20.0%	
Deposits	\$1,304	\$1,034	-20.7%	
Total other borrowings	\$236	\$197	-16.3%	
FHLB advances	\$196	\$160	-18.4%	
<b>Equity</b>				
Equity capital at quarter end	\$137	\$142	3.3%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$7	-\$1	NA	
<b>Performance Ratios</b>				
Tier 1 leverage ratio	7.7%	9.7%	--	
Tier 1 risk based capital ratio	10.3%	12.1%	--	
Total risk based capital ratio	11.5%	13.4%	--	
Return on equity <sup>1</sup>	-11.5%	4.7%	--	
Return on assets <sup>1</sup>	-0.9%	0.5%	--	
Net interest margin <sup>1</sup>	2.4%	3.4%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	58.7%	48.7%	--	
Loss provision to net charge-offs (qtr)	70.2%	83.1%	--	
Net charge-offs to average loans and leases <sup>1</sup>	2.8%	1.7%	--	
<sup>1</sup> Quarterly, annualized.				
	<b>Noncurrent Loans</b>		<b>Gross Charge-Offs</b>	
<b>Asset Quality (% of Total Loan Type)</b>	<b>2010</b>	<b>2011</b>	<b>2010</b>	<b>2011</b>
Construction & development	10.5%	10.5%	3.7%	1.4%
Closed-end 1-4 family residential	2.6%	1.6%	0.1%	0.1%
Home equity	0.4%	1.2%	0.1%	0.1%
Credit card	0.0%	0.0%	0.0%	0.0%
Other consumer	0.4%	0.0%	0.3%	0.3%
Commercial & Industrial	2.2%	13.8%	1.2%	0.5%
Commercial real estate	4.0%	3.2%	0.0%	0.4%
Total loans	3.7%	4.3%	0.7%	0.5%