

ALARION FINANCIAL SERVICES, INC.

	CPP Disbursement Date 01/23/2009	RSSD (Holding Company) 3382891	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2011 \$ millions	2012 \$ millions	%chg from prev	
Assets	\$284	\$278	-2.3%	
Loans	\$210	\$206	-2.0%	
Construction & development	\$23	\$21	-8.3%	
Closed-end 1-4 family residential	\$59	\$68	16.4%	
Home equity	\$10	\$10	-2.3%	
Credit card	\$0	\$0		
Other consumer	\$1	\$2	35.6%	
Commercial & Industrial	\$19	\$20	4.8%	
Commercial real estate	\$76	\$67	-11.2%	
Unused commitments	\$15	\$20	34.1%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$47	\$34	-27.2%	
Asset-backed securities	\$0	\$0		
Other securities	\$3	\$12	295.2%	
Cash & balances due	\$5	\$4	-15.8%	
Residential mortgage originations				
Closed-end mortgage originated for sale (quarter)	\$0	\$32		
Open-end HELOC originated for sale (quarter)	\$0	\$0		
Closed-end mortgage originations sold (quarter)	\$0	\$28		
Open-end HELOC originations sold (quarter)	\$0	\$0		
Liabilities	\$261	\$254	-2.8%	
Deposits	\$243	\$238	-1.7%	
Total other borrowings	\$18	\$15	-17.0%	
FHLB advances	\$16	\$13	-18.8%	
Equity				
Equity capital at quarter end	\$23	\$24	3.7%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA	
Performance Ratios				
Tier 1 leverage ratio	6.5%	7.1%	--	
Tier 1 risk based capital ratio	8.9%	9.6%	--	
Total risk based capital ratio	10.2%	10.9%	--	
Return on equity ¹	-19.5%	1.1%	--	
Return on assets ¹	-1.6%	0.1%	--	
Net interest margin ¹	3.3%	3.5%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	83.5%	307.9%	--	
Loss provision to net charge-offs (qtr)	99.3%	74.1%	--	
Net charge-offs to average loans and leases ¹	2.0%	0.7%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2011	2012	2011	2012
Construction & development	14.0%	3.5%	1.2%	0.3%
Closed-end 1-4 family residential	0.4%	0.4%	0.8%	0.2%
Home equity	0.0%	0.0%	0.0%	0.4%
Credit card	0.0%	0.0%	0.0%	0.0%
Other consumer	0.0%	4.0%	0.0%	0.0%
Commercial & Industrial	0.3%	1.2%	0.2%	0.1%
Commercial real estate	1.0%	0.3%	0.4%	0.2%
Total loans	3.1%	0.7%	0.5%	0.2%