

**CAROLINA BANK HOLDINGS, INC.**

	CPP Disbursement Date 01/09/2009	RSSD (Holding Company) 2943473	Number of Insured Depository Institutions 1	
<b>Selected balance and off-balance sheet items</b>	<b>2011</b> \$ millions	<b>2012</b> \$ millions	%chg from prev	
<b>Assets</b>	\$673	\$692	2.8%	
Loans	\$487	\$593	21.9%	
Construction & development	\$51	\$65	25.6%	
Closed-end 1-4 family residential	\$51	\$181	250.7%	
Home equity	\$66	\$67	0.5%	
Credit card	\$0	\$0		
Other consumer	\$4	\$3	-23.9%	
Commercial & Industrial	\$61	\$61	0.7%	
Commercial real estate	\$200	\$182	-9.0%	
Unused commitments	\$133	\$119	-10.9%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$15	\$11	-24.7%	
Asset-backed securities	\$0	\$0		
Other securities	\$28	\$31	12.0%	
Cash & balances due	\$14	\$15	12.1%	
<b>Residential mortgage originations</b>				
Closed-end mortgage originated for sale (quarter)	\$255	\$357	39.9%	
Open-end HELOC originated for sale (quarter)	\$0	\$0		
Closed-end mortgage originations sold (quarter)	\$234	\$321	37.0%	
Open-end HELOC originations sold (quarter)	\$0	\$0		
<b>Liabilities</b>	\$617	\$627	1.7%	
Deposits	\$598	\$591	-1.1%	
Total other borrowings	\$5	\$18	288.8%	
FHLB advances	\$3	\$16	419.6%	
<b>Equity</b>				
Equity capital at quarter end	\$56	\$65	14.8%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA	
<b>Performance Ratios</b>				
Tier 1 leverage ratio	8.0%	9.2%	--	
Tier 1 risk based capital ratio	9.6%	11.3%	--	
Total risk based capital ratio	12.5%	14.2%	--	
Return on equity <sup>1</sup>	7.7%	14.1%	--	
Return on assets <sup>1</sup>	0.6%	1.3%	--	
Net interest margin <sup>1</sup>	4.3%	4.1%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	51.5%	75.9%	--	
Loss provision to net charge-offs (qtr)	86.9%	27.8%	--	
Net charge-offs to average loans and leases <sup>1</sup>	1.6%	0.8%	--	
<sup>1</sup> Quarterly, annualized.				
	<b>Noncurrent Loans</b>		<b>Gross Charge-Offs</b>	
<b>Asset Quality (% of Total Loan Type)</b>	<b>2011</b>	<b>2012</b>	<b>2011</b>	<b>2012</b>
Construction & development	8.3%	2.8%	1.7%	0.0%
Closed-end 1-4 family residential	7.3%	0.9%	0.6%	0.1%
Home equity	1.2%	1.0%	0.0%	0.0%
Credit card	0.0%	0.0%	0.0%	0.0%
Other consumer	0.0%	1.7%	0.0%	0.1%
Commercial & Industrial	2.6%	1.8%	0.0%	1.3%
Commercial real estate	6.1%	4.3%	0.4%	0.1%
Total loans	4.7%	2.2%	0.4%	0.2%