

FIRST ALLIANCE BANCSHARES, INC.

| | CPP Disbursement Date 06/26/2009 | RSSD (Holding Company) 3640041 | Number of Insured Depository Institutions 1 | |
|---|-------------------------------------|-----------------------------------|---|-------------|
| Selected balance and off-balance sheet items | 2011 \$ millions | 2012 \$ millions | %chg from prev | |
| Assets | \$127 | \$123 | -3.2% | |
| Loans | \$92 | \$96 | 4.6% | |
| Construction & development | \$11 | \$11 | -4.1% | |
| Closed-end 1-4 family residential | \$24 | \$23 | -2.8% | |
| Home equity | \$4 | \$4 | -6.1% | |
| Credit card | \$0 | \$0 | | |
| Other consumer | \$2 | \$2 | 1.5% | |
| Commercial & Industrial | \$18 | \$24 | 36.2% | |
| Commercial real estate | \$30 | \$29 | -4.4% | |
| Unused commitments | \$7 | \$8 | 16.7% | |
| Securitization outstanding principal | \$0 | \$0 | | |
| Mortgage-backed securities (GSE and private issue) | \$12 | \$9 | -28.4% | |
| Asset-backed securities | \$0 | \$0 | | |
| Other securities | \$1 | \$2 | 178.4% | |
| Cash & balances due | \$8 | \$6 | -21.9% | |
| 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 | \$115 | \$111 | -3.0% | |
| Deposits | \$102 | \$102 | -0.4% | |
| Total other borrowings | \$12 | \$9 | -25.1% | |
| FHLB advances | \$9 | \$7 | -24.0% | |
| Equity | | | | |
| Equity capital at quarter end | \$12 | \$12 | -5.1% | |
| Stock sales and transactions with parent holding company (cumulative through calendar year) | \$1 | \$0 | NA | |
| Performance Ratios | | | | |
| Tier 1 leverage ratio | 8.6% | 8.3% | -- | |
| Tier 1 risk based capital ratio | 11.5% | 10.5% | -- | |
| Total risk based capital ratio | 12.7% | 11.8% | -- | |
| Return on equity ¹ | -7.1% | -14.8% | -- | |
| Return on assets ¹ | -0.7% | -1.4% | -- | |
| Net interest margin ¹ | 4.4% | 4.2% | -- | |
| Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans) | 172.6% | 116.5% | -- | |
| Loss provision to net charge-offs (qtr) | 0.0% | -540.0% | -- | |
| Net charge-offs to average loans and leases ¹ | 3.7% | 0.0% | -- | |
| ¹ Quarterly, annualized. | | | | |
| | Noncurrent Loans | | Gross Charge-Offs | |
| Asset Quality (% of Total Loan Type) | 2011 | 2012 | 2011 | 2012 |
| Construction & development | 5.5% | 10.2% | 2.7% | 0.0% |
| Closed-end 1-4 family residential | 0.4% | 2.9% | 0.1% | 0.0% |
| Home equity | 0.0% | 0.0% | 3.5% | 0.0% |
| Credit card | 0.0% | 0.0% | 0.0% | 0.0% |
| Other consumer | 0.0% | 0.0% | 0.0% | 0.0% |
| Commercial & Industrial | 0.0% | 0.6% | 0.0% | 0.0% |
| Commercial real estate | 2.0% | 0.0% | 1.2% | 0.0% |
| Total loans | 1.4% | 2.0% | 0.9% | 0.0% |