

**HERITAGE OAKS BANCORP**

	CPP Disbursement Date 03/20/2009	RSSD (Holding Company) 2253529	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>	\$983	\$1,093	11.2%	
Loans	\$668	\$712	6.6%	
Construction & development	\$49	\$44	-9.8%	
Closed-end 1-4 family residential	\$39	\$64	66.2%	
Home equity	\$31	\$32	2.6%	
Credit card	\$1	\$1	-11.0%	
Other consumer	\$5	\$4	-27.4%	
Commercial & Industrial	\$141	\$125	-11.1%	
Commercial real estate	\$361	\$373	3.4%	
Unused commitments	\$142	\$141	-0.7%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$152	\$191	25.5%	
Asset-backed securities	\$2	\$21	919.0%	
Other securities	\$83	\$77	-7.9%	
Cash & balances due	\$32	\$31	-2.5%	
<b>Residential mortgage originations</b>				
Closed-end mortgage originated for sale (quarter)	\$49	\$57	17.4%	
Open-end HELOC originated for sale (quarter)	\$0	\$0		
Closed-end mortgage originations sold (quarter)	\$44	\$47	6.2%	
Open-end HELOC originations sold (quarter)	\$0	\$0		
<b>Liabilities</b>	\$848	\$944	11.4%	
Deposits	\$787	\$872	10.8%	
Total other borrowings	\$52	\$67	29.1%	
FHLB advances	\$52	\$67	29.1%	
<b>Equity</b>				
Equity capital at quarter end	\$135	\$148	9.8%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA	
<b>Performance Ratios</b>				
Tier 1 leverage ratio	11.9%	11.9%	--	
Tier 1 risk based capital ratio	14.5%	15.0%	--	
Total risk based capital ratio	15.8%	16.3%	--	
Return on equity <sup>1</sup>	12.7%	8.9%	--	
Return on assets <sup>1</sup>	1.7%	1.2%	--	
Net interest margin <sup>1</sup>	4.9%	4.5%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	156.2%	104.6%	--	
Loss provision to net charge-offs (qtr)	38.8%	0.0%	--	
Net charge-offs to average loans and leases <sup>1</sup>	1.1%	-0.1%	--	
<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	5.7%	19.3%	0.0%	1.0%
Closed-end 1-4 family residential	1.6%	1.3%	0.1%	0.0%
Home equity	1.2%	0.2%	0.0%	0.0%
Credit card	0.0%	0.0%	0.0%	0.0%
Other consumer	1.2%	8.1%	0.1%	3.7%
Commercial & Industrial	1.2%	3.7%	0.2%	0.6%
Commercial real estate	1.3%	0.2%	0.4%	0.0%
Total loans	1.9%	2.4%	0.3%	0.2%