

**INDEPENDENT BANK CORPORATION**

	CPP Disbursement Date 12/12/2008	RSSD (Holding Company) 1201925	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>	\$2,305	\$2,021	-12.3%	
Loans	\$1,623	\$1,471	-9.4%	
Construction & development	\$59	\$56	-5.0%	
Closed-end 1-4 family residential	\$637	\$564	-11.6%	
Home equity	\$89	\$74	-16.8%	
Credit card	\$0	\$0		
Other consumer	\$221	\$192	-13.4%	
Commercial & Industrial	\$138	\$129	-7.1%	
Commercial real estate	\$394	\$386	-1.9%	
Unused commitments	\$139	\$145	4.1%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$102	\$136	32.3%	
Asset-backed securities	\$0	\$0		
Other securities	\$55	\$73	32.4%	
Cash & balances due	\$341	\$180	-47.3%	
<b>Residential mortgage originations</b>				
Closed-end mortgage originated for sale (quarter)	\$134	\$149	11.2%	
Open-end HELOC originated for sale (quarter)	\$0	\$0		
Closed-end mortgage originations sold (quarter)	\$118	\$143	21.7%	
Open-end HELOC originations sold (quarter)	\$0	\$0		
<b>Liabilities</b>	\$2,152	\$1,835	-14.7%	
Deposits	\$2,092	\$1,789	-14.5%	
Total other borrowings	\$33	\$18	-47.2%	
FHLB advances	\$33	\$18	-47.2%	
<b>Equity</b>				
Equity capital at quarter end	\$153	\$186	21.8%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA	
<b>Performance Ratios</b>				
Tier 1 leverage ratio	6.8%	8.3%	--	
Tier 1 risk based capital ratio	10.1%	13.7%	--	
Total risk based capital ratio	11.4%	15.0%	--	
Return on equity <sup>1</sup>	-20.0%	28.3%	--	
Return on assets <sup>1</sup>	-1.4%	2.3%	--	
Net interest margin <sup>1</sup>	4.8%	4.5%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	98.3%	134.4%	--	
Loss provision to net charge-offs (qtr)	100.9%	10.7%	--	
Net charge-offs to average loans and leases <sup>1</sup>	1.7%	1.1%	--	
<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	12.3%	7.2%	0.3%	1.4%
Closed-end 1-4 family residential	4.8%	3.3%	0.8%	0.4%
Home equity	1.6%	1.6%	0.6%	0.3%
Credit card	0.0%	0.0%	0.0%	0.0%
Other consumer	0.8%	0.2%	0.2%	0.2%
Commercial & Industrial	1.6%	0.4%	0.5%	0.1%
Commercial real estate	3.5%	1.7%	0.4%	0.4%
Total loans	3.7%	2.2%	0.5%	0.4%