

SOUND BANKING CO

	CPP Disbursement Date 01/09/2009	Cert 57095	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2011 \$ millions	2012 \$ millions	%chg from prev	
Assets	\$114	\$114	0.4%	
Loans	\$85	\$85	-0.8%	
Construction & development	\$18	\$15	-14.4%	
Closed-end 1-4 family residential	\$24	\$26	6.4%	
Home equity	\$9	\$7	-19.6%	
Credit card	\$0	\$0		
Other consumer	\$2	\$2	-17.9%	
Commercial & Industrial	\$5	\$6	9.0%	
Commercial real estate	\$22	\$25	13.5%	
Unused commitments	\$10	\$12	15.6%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$11	\$9	-16.9%	
Asset-backed securities	\$0	\$0		
Other securities	\$8	\$9	17.3%	
Cash & balances due	\$2	\$5	109.7%	
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	\$101	\$102	1.2%	
Deposits	\$87	\$93	6.5%	
Total other borrowings	\$11	\$6	-43.3%	
FHLB advances	\$10	\$6	-44.1%	
Equity				
Equity capital at quarter end	\$13	\$12	-5.9%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$1	-\$1	NA	
Performance Ratios				
Tier 1 leverage ratio	10.3%	9.9%	--	
Tier 1 risk based capital ratio	13.4%	13.5%	--	
Total risk based capital ratio	16.5%	16.2%	--	
Return on equity ¹	5.8%	6.5%	--	
Return on assets ¹	0.6%	0.7%	--	
Net interest margin ¹	4.5%	4.5%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	231.9%	686.5%	--	
Loss provision to net charge-offs (qtr)	236.8%	27.3%	--	
Net charge-offs to average loans and leases ¹	0.4%	1.6%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2011	2012	2011	2012
Construction & development	1.5%	0.0%	0.6%	0.0%
Closed-end 1-4 family residential	2.2%	0.2%	0.3%	0.0%
Home equity	0.0%	2.2%	0.0%	0.0%
Credit card	0.0%	0.0%	0.0%	0.0%
Other consumer	4.0%	0.1%	0.0%	1.6%
Commercial & Industrial	0.0%	0.1%	0.3%	0.8%
Commercial real estate	0.0%	0.2%	0.0%	1.1%
Total loans	1.0%	0.3%	0.2%	0.4%