

**HARBOR BANKSHARES CORPORATION**

	Disbursement Date 07/17/2009	RSSD (Holding Company) 2008130	Number of Insured Depository Institutions 1		
<b>Selected balance and off-balance sheet items</b>	<b>2014</b> \$ millions	<b>2015</b> \$ millions	%chg from prev		
<b>Assets</b>	\$235	\$287	22.3%		
Loans	\$154	\$164	6.6%		
Construction & development	\$5	\$0	-97.9%		
Closed-end 1-4 family residential	\$26	\$46	80.5%		
Home equity	\$3	\$3	0.5%		
Credit card	\$1	\$1	7.5%		
Other consumer	\$0	\$0	-21.8%		
Commercial & Industrial	\$31	\$38	24.1%		
Commercial real estate	\$73	\$66	-9.1%		
Unused commitments	\$12	\$24	97.6%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$0	\$0			
Asset-backed securities	\$0	\$0			
Other securities	\$31	\$38	22.9%		
Cash & balances due	\$30	\$66	117.8%		
<b>Residential mortgage originations</b>					
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			
<b>Liabilities</b>	\$209	\$262	25.2%		
Deposits	\$202	\$255	26.1%		
Total other borrowings	\$5	\$5	0.0%		
FHLB advances	\$5	\$5	0.0%		
<b>Equity</b>					
Equity capital at quarter end	\$25	\$25	-1.5%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$1	\$0	NA		
<b>Performance Ratios</b>					
Tier 1 leverage ratio	8.7%	8.5%	--		
Tier 1 risk based capital ratio	11.9%	11.8%	--		
Total risk based capital ratio	13.1%	13.1%	--		
Return on equity <sup>1</sup>	-1.7%	-5.8%	--		
Return on assets <sup>1</sup>	-0.2%	-0.6%	--		
Net interest margin <sup>1</sup>	4.5%	3.7%	--		
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	70.0%	76.8%	--		
Loss provision to net charge-offs (qtr)	123.4%	-288.9%	--		
Net charge-offs to average loans and leases <sup>1</sup>	1.0%	0.0%	--		
<sup>1</sup> Quarterly, annualized.					
<b>Asset Quality (% of Total Loan Type)</b>	<b>Noncurrent Loans</b>		<b>Gross Charge-Offs</b>		
	<b>2014</b>	<b>2015</b>	<b>2014</b>	<b>2015</b>	
Construction & development	8.4%	0.0%	0.0%	0.0%	--
Closed-end 1-4 family residential	0.2%	0.1%	0.0%	0.0%	--
Home equity	0.0%	1.0%	0.0%	0.0%	--
Credit card	1.4%	0.9%	0.0%	0.0%	--
Other consumer	0.0%	1.2%	0.0%	0.0%	--
Commercial & Industrial	2.9%	5.1%	0.0%	0.0%	--
Commercial real estate	2.7%	1.6%	0.0%	0.0%	--
Total loans	2.6%	2.0%	0.3%	0.0%	--