CPP **ANNUAL USE OF CAPITAL SURVEY - 2012**

NAME OF INSTITUTION
(Include Holding Company Where Applicable)

Metropolitan Capital Bancorp, Inc.

Person to be contacted regarding this report:	Neil C. Solomon	RSSD: (For Bank Holding Companies)	3153224
UST Sequence Number:	1088	Holding Company Docket Number: (For Thrift Holding Companies)	
CPP/CDCI Funds Received:	4,388,000	FDIC Certificate Number: (For Depository Institutions)	57488
CPP/CDCI Funds Repaid to Date:	0	Credit Union Charter Number: (For Credit Unions)	
Date Funded (first funding):	N/A	City:	Chicago
Date Repaid[1]:	N/A	State:	Illinois

[1]If repayment was incremental, please enter the most recent repayment date.

American taxpayers are quite interested in knowing how banks have used the money that Treasury has invested under the Capital Purchase Program (CPP) and Community Development Capital Initiative (CDCI). To answer that question, Treasury is seeking responses that describe generally how the CPP/CDCI investment has affected the operation of your business. We understand that once received, the cash associated with TARP funding is indistinguishable from other cash sources, unless the funds were segregated, and therefore it may not be feasible to identify precisely how the CPP/CDCI investment was deployed or how many CPP/CDCI dollars were allocated to each use. Nevertheless, we ask you to provide as much information as you can about how you have used the capital Treasury has provided, and how your uses of that capital have changed over time. Treasury will be pairing this survey with a summary of certain balance sheet and other financial data from your institution's regulatory filings, so to the extent you find it helpful to do so, please feel free to refer to your institution's quarterly call reports to illustrate your answers. This is your opportunity to speak to the taxpayers in your own words, which will be posted on our website.

What specific ways did your institution utilize CPP/CDCI capital? Check all that apply and elaborate as appropriate, especially if the uses have shifted over time. Your responses should reflect actions taken over the past year (or for the portion of the year in which CPP/CDCI funds were outstanding).

☒	Increase lending or reduce lending less than otherwise would have occurred.	In 2012, the Bank's overall loan portfolio increased 7.11%. The Bank was able to replace loans that paid off and maintain adequate regulatory capital levels. The Bank's Tier 1 Leverage, Tier 1 Capital, and Risk Weighted Capital Ratios were 8.52% and 11.43%, and 12.68% as of December 31, 2012.
☒	To the extent the funds supported increased lending, please describe the major type of loans, if possible (residential mortgage loans, commercial mortgage loans, small business loans, etc.).	In 2012, the Bank was able to increase construction & land development loans from $2.02M to $8.12M (305.44% rise), non-farm non-residential loans from $26.33M to $31,47M (19.49% rise), and commercial & industrial loans from 44.79M to 47.07M (5.09% rise). Overall loans increased 7.11%.
☐	Increase securities purchased (ABS, MBS, etc.).	

☐ Make other investments	
☐ Increase reserves for non-performing assets	
☐ Reduce borrowings	
☐ Increase charge-offs	
☐ Purchase another financial institution or purchase assets from another financial institution	
☐ Held as non-leveraged increase to total capital	

What actions were you able to avoid because of the capital infusion of CPP/CDCI funds?

The Bank did not have to restrict loan growth and instead was able to continue with new lending while maintaining adequate regulatory capital levels.

What actions were you able to take that you may not have taken without the capital infusion of CPP/CDCI funds?

In 2012, the Bank has been able to achieve asset growth of 2.22% while maintaining appropriate regulatory capital. The Bank has continued to be able to identify prudent lending opportunities and maintain its loan portfolio. As noted earlier, the Bank achieved loan growth in construction & land development, non-farm non residential and commercial & industrial loans during 2012. The overall loan portfolio increased 7.11%. The Bank continues to maintain its well capitalized status.

Please describe any other actions that you were able to undertake with the capital infusion of CPP/CDCI funds.

According to the Paperwork Reduction Act of 1995, no persons are required to respond to a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 1505-0222. The time required to complete this information collection is estimated to average 80 hours per response.