

**HOME FEDERAL SAVINGS BANK**

	CPP Disbursement Date 12/23/2008	Cert 29042	Number of Insured Depository Institutions 1	
<b>Selected balance and off-balance sheet items</b>	<b>2009</b> \$ millions	<b>2010</b> \$ millions	%chg from prev	
<b>Assets</b>	\$1,035	\$881	-14.9%	
Loans	\$814	\$685	-15.9%	
Construction & development	\$131	\$88	-33.1%	
Closed-end 1-4 family residential	\$139	\$116	-16.2%	
Home equity	\$51	\$45	-10.4%	
Credit card	\$0	\$0	-20.0%	
Other consumer	\$7	\$5	-30.4%	
Commercial & Industrial	\$193	\$160	-17.2%	
Commercial real estate	\$216	\$208	-3.6%	
Unused commitments	\$130	\$90	-30.5%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$54	\$34	-37.4%	
Asset-backed securities	\$0	\$0		
Other securities	\$0	\$0		
Cash & balances due	\$16	\$21	29.2%	
<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>	\$939	\$813	-13.4%	
Deposits	\$798	\$685	-14.2%	
Total other borrowings	\$135	\$124	-8.3%	
FHLB advances	\$0	\$0		
<b>Equity</b>				
Equity capital at quarter end	\$97	\$68	-29.5%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA	
<b>Performance Ratios</b>				
Tier 1 leverage ratio	8.6%	7.6%	--	
Tier 1 risk based capital ratio	10.9%	9.7%	--	
Total risk based capital ratio	12.1%	11.0%	--	
Return on equity <sup>1</sup>	1.3%	-52.4%	--	
Return on assets <sup>1</sup>	0.1%	-4.3%	--	
Net interest margin <sup>1</sup>	3.4%	3.5%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	24.0%	40.7%	--	
Loss provision to net charge-offs (qtr)	96.5%	129.1%	--	
Net charge-offs to average loans and leases <sup>1</sup>	1.7%	4.7%	--	
<sup>1</sup> Quarterly, annualized.				
	<b>Noncurrent Loans</b>		<b>Gross Charge-Offs</b>	
<b>Asset Quality (% of Total Loan Type)</b>	<b>2009</b>	<b>2010</b>	<b>2009</b>	<b>2010</b>
Construction & development	8.8%	18.8%	-0.6%	3.5%
Closed-end 1-4 family residential	0.8%	1.5%	0.2%	0.1%
Home equity	6.4%	0.0%	0.2%	-0.1%
Credit card	0.0%	0.0%	2.2%	0.9%
Other consumer	0.4%	0.3%	1.1%	0.7%
Commercial & Industrial	7.8%	11.6%	1.2%	2.1%
Commercial real estate	8.4%	3.4%	0.9%	1.0%
Total loans	6.0%	6.4%	0.5%	1.3%