

PEOPLES BANCORP OF NORTH CAROLINA, INC.

	CPP Disbursement Date 12/23/2008	RSSD (Holding Company) 2818245	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev		
Assets	\$1,046	\$1,065	1.8%		
Loans	\$781	\$730	-6.5%		
<i>Construction & development</i>	\$169	\$124	-26.6%		
<i>Closed-end 1-4 family residential</i>	\$186	\$192	3.1%		
<i>Home equity</i>	\$99	\$100	0.8%		
<i>Credit card</i>	\$0	\$0			
<i>Other consumer</i>	\$10	\$8	-16.0%		
<i>Commercial & Industrial</i>	\$64	\$58	-9.4%		
<i>Commercial real estate</i>	\$219	\$213	-2.3%		
Unused commitments	\$144	\$137	-4.5%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$108	\$139	29.6%		
Asset-backed securities	\$0	\$0			
Other securities	\$86	\$131	53.0%		
Cash & balances due	\$35	\$25	-28.8%		
Residential mortgage originations					
<i>Closed-end mortgage originated for sale (quarter)</i>	\$0	\$0			
<i>Open-end HELOC originated for sale (quarter)</i>	\$0	\$0			
<i>Closed-end mortgage originations sold (quarter)</i>	\$0	\$0			
<i>Open-end HELOC originations sold (quarter)</i>	\$0	\$0			
Liabilities	\$948	\$968	2.0%		
Deposits	\$829	\$856	3.3%		
Total other borrowings	\$115	\$106	-7.7%		
FHLB advances	\$77	\$70	-9.1%		
Equity					
Equity capital at quarter end	\$98	\$97	-0.5%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$8	\$0	NA		
Performance Ratios					
Tier 1 leverage ratio	9.0%	8.9%	--		
Tier 1 risk based capital ratio	11.2%	11.9%	--		
Total risk based capital ratio	12.5%	13.1%	--		
Return on equity ¹	2.6%	-0.9%	--		
Return on assets ¹	0.2%	-0.1%	--		
Net interest margin ¹	3.5%	3.5%	--		
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	62.2%	38.5%	--		
Loss provision to net charge-offs (qtr)	98.2%	73.7%	--		
Net charge-offs to average loans and leases ¹	1.8%	4.6%	--		
¹ Quarterly, annualized.					
Asset Quality (% of Total Loan Type)	Noncurrent Loans		Gross Charge-Offs		
	2009	2010	2009	2010	
<i>Construction & development</i>	2.8%	18.6%	0.6%	4.7%	--
<i>Closed-end 1-4 family residential</i>	6.5%	5.0%	1.0%	0.8%	--
<i>Home equity</i>	1.6%	1.3%	0.2%	0.1%	--
<i>Credit card</i>	0.0%	0.0%	0.0%	0.0%	--
<i>Other consumer</i>	0.2%	1.7%	0.4%	0.5%	--
<i>Commercial & Industrial</i>	2.7%	1.4%	0.3%	0.5%	--
<i>Commercial real estate</i>	2.1%	2.5%	0.0%	0.1%	--
<i>Total loans</i>	3.2%	5.5%	0.4%	1.2%	--