

PRINCETON NATIONAL BANCORP, INC.

| | CPP Disbursement Date 01/23/2009 | RSSD (Holding Company) 1207600 | Number of Insured Depository Institutions 1 | |
|---|-------------------------------------|-----------------------------------|---|-------------|
| Selected balance and off-balance sheet items | 2009 \$ millions | 2010 \$ millions | %chg from prev | |
| Assets | \$1,261 | \$1,095 | -13.1% | |
| Loans | \$798 | \$710 | -11.1% | |
| Construction & development | \$56 | \$93 | 66.5% | |
| Closed-end 1-4 family residential | \$118 | \$128 | 9.2% | |
| Home equity | \$33 | \$31 | -7.5% | |
| Credit card | \$0 | \$0 | | |
| Other consumer | \$19 | \$13 | -34.6% | |
| Commercial & Industrial | \$199 | \$54 | -72.9% | |
| Commercial real estate | \$213 | \$235 | 10.3% | |
| Unused commitments | \$125 | \$118 | -5.1% | |
| Securitization outstanding principal | \$0 | \$0 | | |
| Mortgage-backed securities (GSE and private issue) | \$133 | \$106 | -19.9% | |
| Asset-backed securities | \$0 | \$0 | | |
| Other securities | \$169 | \$155 | -8.2% | |
| Cash & balances due | \$74 | \$44 | -41.0% | |
| Residential mortgage originations | | | | |
| Closed-end mortgage originated for sale (quarter) | \$27 | \$51 | 88.7% | |
| Open-end HELOC originated for sale (quarter) | \$0 | \$0 | | |
| Closed-end mortgage originations sold (quarter) | \$29 | \$46 | 59.3% | |
| Open-end HELOC originations sold (quarter) | \$0 | \$0 | | |
| Liabilities | \$1,163 | \$1,015 | -12.8% | |
| Deposits | \$1,077 | \$963 | -10.6% | |
| Total other borrowings | \$80 | \$47 | -41.7% | |
| FHLB advances | \$32 | \$9 | -71.4% | |
| Equity | | | | |
| Equity capital at quarter end | \$97 | \$80 | -17.7% | |
| Stock sales and transactions with parent holding company (cumulative through calendar year) | \$9 | \$0 | NA | |
| Performance Ratios | | | | |
| Tier 1 leverage ratio | 7.1% | 6.4% | -- | |
| Tier 1 risk based capital ratio | 10.0% | 9.0% | -- | |
| Total risk based capital ratio | 11.3% | 10.3% | -- | |
| Return on equity ¹ | -88.0% | -69.4% | -- | |
| Return on assets ¹ | -7.7% | -5.7% | -- | |
| Net interest margin ¹ | 3.3% | 4.1% | -- | |
| Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans) | 22.5% | 35.9% | -- | |
| Loss provision to net charge-offs (qtr) | 353.7% | 169.5% | -- | |
| Net charge-offs to average loans and leases ¹ | 0.9% | 8.9% | -- | |
| ¹ Quarterly, annualized. | | | | |
| | Noncurrent Loans | | Gross Charge-Offs | |
| Asset Quality (% of Total Loan Type) | 2009 | 2010 | 2009 | 2010 |
| Construction & development | 42.8% | 39.8% | 0.0% | 9.2% |
| Closed-end 1-4 family residential | 6.4% | 7.1% | 0.1% | 1.7% |
| Home equity | 1.5% | 1.5% | 0.0% | 2.2% |
| Credit card | 0.0% | 0.0% | 0.0% | 0.0% |
| Other consumer | 0.7% | 0.0% | 1.9% | 0.6% |
| Commercial & Industrial | 1.8% | 3.8% | 0.6% | 1.6% |
| Commercial real estate | 8.1% | 12.3% | 0.1% | 0.4% |
| Total loans | 6.7% | 11.7% | 0.2% | 2.2% |