



ANNUAL USE OF CAPITAL SURVEY - 2009

NAME OF INSTITUTION

(Include Holding Company Where Applicable)

VIST Financial Corp

Person to be contacted regarding this report:	Robert Davis	RSSD: (For Bank Holding Companies)	1136139
UST Sequence Number:	155	Holding Company Docket Number: (For Thrift Holding Companies)	
CPP Funds Received:	25,000,000	FDIC Certificate Number: (For Depository Institutions)	7748
CPP Funds Repaid to Date:	0	City:	Wyomissing
Date Funded (first funding):	Dec 19, 2008	State:	Pennsylvania
Date Repaid ¹ :	N/A		

¹If 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). To answer that question, Treasury is seeking responses that describe generally how the CPP 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 investment was deployed or how many CPP 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 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 funds were outstanding).

<input checked="" type="checkbox"/>	Increase lending or reduce lending less than otherwise would have occurred.	VIST increased outstanding loans by \$24,330,000 in 2009
<input checked="" type="checkbox"/>	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.).	The majority of loans were to commercial and small business customers
<input checked="" type="checkbox"/>	Increase securities purchased (ABS, MBS, etc.).	VIST increased its ownership of MBS and CMO investments by \$20,100,000 in 2009

<input type="checkbox"/>	Make other investments	
<input checked="" type="checkbox"/>	Increase reserves for non-performing assets	VIST increased its allowance for loan losses by \$3,325,000 from 12/31/2008 to 12/31/2009
<input checked="" type="checkbox"/>	Reduce borrowings	VIST reduced its Long-Term borrowing by \$30,000,000 and Short-Term borrowing by \$53,424,000 from 12/31/2008 to 12/31/2009
<input checked="" type="checkbox"/>	Increase charge-offs	VIST had net charge-offs of \$5,247,000 in 2009 which was significantly higher than historical levels
<input type="checkbox"/>	Purchase another financial institution or purchase assets from another financial institution	
<input checked="" type="checkbox"/>	Held as non-leveraged increase to total capital	VIST increased all regulatory capital ratios at the holding company from 12/31/2008 to 12/31/2009

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

VIST was not required to discontinue lending or sell assets in order to maintain regulatory capital requirements

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

VIST was able to continue to meet the legitimate borrowing needs of businesses and consumers in our market

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

VIST was able to consider purchasing assets of other financial institutions, however none were purchased