

**DNB FINANCIAL CORPORATION**

	CPP Disbursement Date 01/30/2009	RSSD (Holding Company) 1117455	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>	\$635	\$603	-5.1%		
Loans	\$359	\$396	10.2%		
Construction & development	\$35	\$31	-9.5%		
Closed-end 1-4 family residential	\$81	\$79	-3.3%		
Home equity	\$19	\$17	-7.5%		
Credit card	\$0	\$0			
Other consumer	\$12	\$10	-10.7%		
Commercial & Industrial	\$36	\$48	32.1%		
Commercial real estate	\$138	\$159	14.9%		
Unused commitments	\$55	\$66	18.9%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$88	\$89	1.1%		
Asset-backed securities	\$0	\$0			
Other securities	\$112	\$62	-45.0%		
Cash & balances due	\$36	\$18	-48.8%		
<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>	\$584	\$549	-6.0%		
Deposits	\$509	\$494	-2.9%		
Total other borrowings	\$70	\$51	-27.4%		
FHLB advances	\$53	\$25	-52.8%		
<b>Equity</b>					
Equity capital at quarter end	\$51	\$54	5.4%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$10	\$0	NA		
<b>Performance Ratios</b>					
Tier 1 leverage ratio	8.2%	9.2%	--		
Tier 1 risk based capital ratio	12.8%	12.9%	--		
Total risk based capital ratio	14.0%	14.1%	--		
Return on equity <sup>1</sup>	4.7%	8.3%	--		
Return on assets <sup>1</sup>	0.4%	0.7%	--		
Net interest margin <sup>1</sup>	2.9%	3.5%	--		
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	59.6%	81.5%	--		
Loss provision to net charge-offs (qtr)	204.2%	77.4%	--		
Net charge-offs to average loans and leases <sup>1</sup>	0.3%	1.0%	--		
<sup>1</sup> Quarterly, annualized.					
<b>Asset Quality (% of Total Loan Type)</b>	<b>Noncurrent Loans</b>		<b>Gross Charge-Offs</b>		
	<b>2009</b>	<b>2010</b>	<b>2009</b>	<b>2010</b>	
Construction & development	12.1%	10.1%	0.0%	0.0%	--
Closed-end 1-4 family residential	3.9%	3.2%	0.5%	0.0%	--
Home equity	0.0%	0.0%	0.0%	0.0%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.7%	0.0%	0.0%	0.4%	--
Commercial & Industrial	0.6%	1.1%	0.0%	0.9%	--
Commercial real estate	1.0%	0.4%	0.0%	0.0%	--
Total loans	2.6%	1.8%	0.1%	0.3%	--