

HPK FINANCIAL CORPORATION

	CPP Disbursement Date 05/01/2009	RSSD (Holding Company) 1138049	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2008 \$ millions	2009 \$ millions	%chg from prev	
Assets	\$337	\$358	6.4%	
Loans	\$150	\$143	-4.8%	
<i>Construction & development</i>	\$20	\$19	-7.6%	
<i>Closed-end 1-4 family residential</i>	\$13	\$14	5.7%	
<i>Home equity</i>	\$8	\$10	23.0%	
<i>Credit card</i>	\$0	\$0		
<i>Other consumer</i>	\$0	\$0	-21.6%	
<i>Commercial & Industrial</i>	\$3	\$2	-12.9%	
<i>Commercial real estate</i>	\$28	\$29	5.6%	
Unused commitments	\$22	\$15	-33.7%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$15	\$45	207.5%	
Asset-backed securities	\$0	\$0		
Other securities	\$122	\$140	14.0%	
Cash & balances due	\$17	\$5	-70.0%	
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	\$314	\$328	4.7%	
Deposits	\$218	\$239	9.9%	
Total other borrowings	\$94	\$87	-7.6%	
FHLB advances	\$0	\$0		
Equity				
Equity capital at quarter end	\$23	\$30	29.2%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$3	\$5	NA	
Performance Ratios				
Tier 1 leverage ratio	8.9%	9.4%	--	
Tier 1 risk based capital ratio	15.7%	16.6%	--	
Total risk based capital ratio	16.6%	17.6%	--	
Return on equity ¹	-1.0%	3.5%	--	
Return on assets ¹	-0.1%	0.3%	--	
Net interest margin ¹	3.1%	3.1%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	24.0%	44.5%	--	
Loss provision to net charge-offs (qtr)	162.0%	180.2%	--	
Net charge-offs to average loans and leases ¹	1.2%	0.6%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2008	2009	2008	2009
<i>Construction & development</i>	25.9%	5.7%	0.0%	0.6%
<i>Closed-end 1-4 family residential</i>	0.0%	2.8%	0.0%	0.0%
<i>Home equity</i>	0.0%	0.7%	0.0%	1.2%
<i>Credit card</i>	0.0%	0.0%	0.0%	0.0%
<i>Other consumer</i>	0.0%	0.0%	0.0%	0.0%
<i>Commercial & Industrial</i>	0.0%	0.0%	10.2%	0.0%
<i>Commercial real estate</i>	5.8%	5.4%	0.0%	0.0%
<i>Total loans</i>	4.6%	3.5%	0.3%	0.2%