

**PRINCETON NATIONAL BANCORP, INC.**

	CPP Disbursement Date 01/23/2009	RSSD (Holding Company) 1207600	Number of Insured Depository Institutions 1	
<b>Selected balance and off-balance sheet items</b>	<b>2008</b> \$ millions	<b>2009</b> \$ millions	%chg from prev	
<b>Assets</b>	\$1,163	\$1,287	10.6%	
Loans	\$793	\$798	0.6%	
<i>Construction &amp; development</i>	\$31	\$56	78.1%	
<i>Closed-end 1-4 family residential</i>	\$156	\$118	-24.4%	
<i>Home equity</i>	\$31	\$33	8.1%	
<i>Credit card</i>	\$0	\$0		
<i>Other consumer</i>	\$23	\$19	-15.7%	
<i>Commercial &amp; Industrial</i>	\$219	\$199	-9.3%	
<i>Commercial real estate</i>	\$183	\$213	16.6%	
Unused commitments	\$150	\$125	-16.7%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$104	\$133	27.1%	
Asset-backed securities	\$0	\$0		
Other securities	\$147	\$169	14.9%	
Cash & balances due	\$20	\$74	267.0%	
<b>Residential mortgage originations</b>				
<i>Closed-end mortgage originated for sale (quarter)</i>	\$8	\$27	236.2%	
<i>Open-end HELOC originated for sale (quarter)</i>	\$0	\$0		
<i>Closed-end mortgage originations sold (quarter)</i>	\$8	\$29	242.2%	
<i>Open-end HELOC originations sold (quarter)</i>	\$0	\$0		
<b>Liabilities</b>	\$1,051	\$1,164	10.7%	
Deposits	\$963	\$1,077	11.8%	
Total other borrowings	\$77	\$80	3.7%	
FHLB advances	\$32	\$32	-3.1%	
<b>Equity</b>				
Equity capital at quarter end	\$112	\$123	9.6%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$2	\$9	NA	
<b>Performance Ratios</b>				
Tier 1 leverage ratio	7.3%	7.3%	--	
Tier 1 risk based capital ratio	9.5%	10.1%	--	
Total risk based capital ratio	10.0%	11.2%	--	
Return on equity <sup>1</sup>	5.0%	3.3%	--	
Return on assets <sup>1</sup>	0.5%	0.3%	--	
Net interest margin <sup>1</sup>	3.5%	3.3%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	15.3%	19.0%	--	
Loss provision to net charge-offs (qtr)	424.4%	242.0%	--	
Net charge-offs to average loans and leases <sup>1</sup>	0.2%	0.9%	--	
<sup>1</sup> Quarterly, annualized.				
	<b>Noncurrent Loans</b>		<b>Gross Charge-Offs</b>	
<b>Asset Quality (% of Total Loan Type)</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>
<i>Construction &amp; development</i>	0.0%	42.8%	0.0%	0.0%
<i>Closed-end 1-4 family residential</i>	1.9%	6.4%	0.1%	0.1%
<i>Home equity</i>	0.0%	1.5%	0.0%	0.0%
<i>Credit card</i>	0.0%	0.0%	0.0%	0.0%
<i>Other consumer</i>	3.6%	0.7%	0.5%	1.9%
<i>Commercial &amp; Industrial</i>	12.7%	1.8%	0.1%	0.5%
<i>Commercial real estate</i>	0.0%	8.1%	0.0%	0.1%
<i>Total loans</i>	4.2%	6.7%	0.1%	0.2%