

SOUTHERN HERITAGE BANCSHARES, INC.

	CPP Disbursement Date 05/15/2009	RSSD (Holding Company) 3262779	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2008 \$ millions	2009 \$ millions	%chg from prev	
Assets	\$214	\$218	1.9%	
Loans	\$154	\$154	-0.2%	
<i>Construction & development</i>	\$26	\$21	-19.7%	
<i>Closed-end 1-4 family residential</i>	\$21	\$21	-2.9%	
<i>Home equity</i>	\$15	\$15	0.4%	
<i>Credit card</i>	\$0	\$0		
<i>Other consumer</i>	\$4	\$4	-7.9%	
<i>Commercial & Industrial</i>	\$35	\$28	-21.4%	
<i>Commercial real estate</i>	\$38	\$48	25.4%	
Unused commitments	\$36	\$30	-17.8%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$16	\$14	-11.4%	
Asset-backed securities	\$0	\$0		
Other securities	\$26	\$32	22.5%	
Cash & balances due	\$5	\$5	0.6%	
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	\$198	\$195	-1.3%	
Deposits	\$190	\$187	-1.6%	
Total other borrowings	\$6	\$7	11.5%	
FHLB advances	\$6	\$6	0.0%	
Equity				
Equity capital at quarter end	\$16	\$23	40.3%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$5	NA	
Performance Ratios				
Tier 1 leverage ratio	8.0%	9.9%	--	
Tier 1 risk based capital ratio	10.4%	13.3%	--	
Total risk based capital ratio	11.7%	14.6%	--	
Return on equity ¹	-62.8%	4.1%	--	
Return on assets ¹	-5.4%	0.4%	--	
Net interest margin ¹	2.0%	3.6%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	1497.1%	105.8%	--	
Loss provision to net charge-offs (qtr)	649.7%	51.1%	--	
Net charge-offs to average loans and leases ¹	1.0%	1.4%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2008	2009	2008	2009
<i>Construction & development</i>	0.2%	12.6%	0.1%	2.2%
<i>Closed-end 1-4 family residential</i>	0.2%	2.5%	0.1%	0.0%
<i>Home equity</i>	0.0%	1.1%	0.0%	0.0%
<i>Credit card</i>	0.0%	0.0%	0.0%	0.0%
<i>Other consumer</i>	0.2%	0.1%	0.2%	1.1%
<i>Commercial & Industrial</i>	0.6%	0.2%	0.8%	0.2%
<i>Commercial real estate</i>	0.0%	0.2%	0.0%	0.0%
<i>Total loans</i>	0.2%	2.3%	0.2%	0.4%