CAPITAL PURCHASE PROGRAM (CPP) LENDING REPORT

Name of institution: Stonebridge Bank
Person to be contacted about this report: Elaine D. Leggett, Vice President, Cash Management
Submission date: 4/30/09

RSSD (for Bank Holding Companies):
Holding Company Docket Number (for Thrift Holding Companies):
FDIC Certificate Number (for depository institutions):

LENDING ACTIVITY (Thousands $)	**2009 FEB**	**MAR**	**Key**	**Comments**
1. Loan Balances				
a. Average Consumer Loans	$51,599	$50,533	N/A	**Stonebridge Bank modified procedures to our Consumer Loan Delinquency and Workout procedures, approved by our Board on April 16, 2009. The modification addresses procedures to assist existing borrower in avoiding foreclose.**
b. Average Commercial Loans	$331,026	$328,467	N/A	**Stonebridge Bank modified procedures to our Commercial Loan Delinquency and Workout procedures, approved by our Board on April 16 , 2009. The modification addresses procedure to assist existing borrowers in avoiding foreclosure**
c. Total Loans (sum of lines a and b)	$382,625	$379,000	N/A	**Stonebridge Bank is experiencing a large drop in demand for loans due to the economy, combined with efforts to have delinquent loans payoff has resulted in a drop in loans outstanding in the first quarter.**
2. General Market Commentary (optional)				
2. New Loans Booked: 12 Total	**FEB**	**MAR**		**Loan Modifications: A Total of Three thru 3/31/09**
2a. Total Consumer Loans : Four (4)	$243	$50	N/A	(1) Commercial Loan: Rate and Term adjustment on $142,000.00 balance
2b. Total Commercial Loans: Eight (8)	$91	$1,104	N/A	(1) Consumer Loan: Refinance $58,000.00 Home Equity Loan
2c.Total New Loans (sum of lines 2a and 2b)	$334	$1,154	N/A	(1) Consumer Loan: Six (6) month Deferment on monthly payments on a $70,000.00 Home Equity Loan