

Severn Bancorp, Inc.
Selected Financial Data

(dollars in thousands, except per share data)

(Unaudited)

	For the Three Months Ended				
	September 30,	June 30,	March 31,	December 31,	September 30,
	2012	2012	2012	2011	2011
Summary Operating Results:					
Interest income	\$ 9,104	\$ 10,276	\$ 10,265	\$ 10,558	\$ 10,991
Interest expense	3,027	3,336	3,552	3,659	3,856
Net interest income	6,077	6,940	6,713	6,899	7,135
Provision for loan losses	-	-	465	141	850
Net interest income after provision for loan losses	6,077	6,940	6,248	6,758	6,285
Non-interest income	1,039	835	891	873	628
Non-interest expense	6,152	5,906	6,311	5,772	5,959
Income (loss) before income taxes	964	1,869	828	1,859	954
Income tax expense (benefit)	406	772	356	792	403
Net income (loss)	\$ 558	\$ 1,097	\$ 472	\$ 1,067	\$ 551
Per Share Data:					
Basic earnings (loss) per share	\$ 0.02	\$ 0.07	\$ 0.01	\$ 0.06	\$ 0.01
Diluted earnings (loss) per share	\$ 0.02	\$ 0.07	\$ 0.01	\$ 0.06	\$ 0.01
Common stock dividends per share	\$ -	\$ -	\$ -	\$ -	\$ -
Average basic shares outstanding	10,066,679	10,066,679	10,066,679	10,066,679	10,066,679
Average diluted shares outstanding	10,066,679	10,066,679	10,066,679	10,066,679	10,066,679
Performance Ratios:					
Return on average assets	0.06%	0.12%	0.05%	0.12%	0.06%
Return on average equity	0.52%	1.04%	0.45%	1.01%	0.52%
Net interest margin	3.09%	3.41%	3.27%	3.27%	3.32%
Efficiency ratio*	73.88%	67.20%	66.99%	64.84%	60.76%
* The efficiency ratio is general and administrative expenses as a percentage of net interest income plus non-interest income					
	As of				
	September 30,	June 30,	March 31,	December 31,	September 30,
	2012	2012	2012	2011	2011
Balance Sheet Data:					
Total assets	\$ 861,766	\$ 896,644	\$ 900,471	\$ 900,628	\$ 926,013
Total loans receivable	695,198	691,647	701,596	719,241	741,528
Allowance for loan losses	(23,180)	(24,097)	(25,795)	(25,938)	(30,358)
Net loans	672,018	667,550	675,801	693,303	711,170
Deposits	609,772	643,653	650,473	652,757	678,717
Borrowings	115,000	115,000	115,000	115,000	115,000
Stockholders' equity	107,142	106,866	106,051	105,930	105,215
Bank's Tier 1 core capital to total assets	14.1%	13.3%	13.1%	13.0%	12.4%
Book value per share	\$ 8.00	\$ 7.97	\$ 7.89	\$ 7.88	\$ 7.80
Asset Quality Data:					
Non-accrual loans	\$ 29,790	\$ 29,450	\$ 17,882	\$ 23,912	\$ 26,911
Non-accrual troubled debt restructurings	12,574	9,515	11,677	7,520	8,713
Foreclosed real estate	13,801	16,329	19,853	19,932	19,158
Total non-performing assets	56,165	55,294	49,412	51,364	54,782
Performing troubled debt restructurings	51,230	51,034	51,034	52,255	54,175
Total non-accrual loans to net loans	6.3%	5.8%	4.4%	4.5%	5.0%
Allowance for loan losses	23,180	24,097	25,795	25,938	30,358
Allowance for loan losses to total loans	3.3%	3.5%	3.7%	3.6%	4.1%
Allowance for loan losses to total non-performing loans	54.7%	61.8%	87.3%	82.5%	85.2%
Total non-accrual loans to total assets	4.9%	4.3%	3.3%	3.5%	3.8%
Total non-performing assets to total assets	6.5%	6.2%	5.5%	5.7%	5.9%