

Community Financial Shares, Inc.

Selected Consolidated Financial Data: (Unaudited) (In thousands)	December 31, 2010	September 30, 2010	December 31, 2009
Total assets	\$ 347,096	\$ 333,069	\$ 341,530
Loans receivable, net	221,607	224,335	232,972
Investment securities available-for-sale	43,175	39,749	44,544
Deposits	309,080	291,468	298,311
FHLB Advances and other borrowings	14,500	14,500	14,800
Stockholders' equity	17,755	20,822	22,707
Nonperforming assets	23,302	23,925	17,431
Nonperforming loans	20,294	20,840	15,035
Allowance for loan losses	7,679	4,403	4,812
Selected ratios:			
Total equity to total assets	5.12%	6.25%	6.65%
Allowance for loan losses as a % of nonperforming assets	33.0%	18.4%	27.6%
Allowance for loan losses as a % of loans	3.35%	1.92%	2.02%
Market value per share	\$ 6.60	\$ 7.75	\$ 7.55
Quarterly net interest margin (1)	3.46%	3.47%	3.27%
Subsidiary Bank:			
Tier 1 capital to average assets	5.35%	6.54%	7.70%
Tier 1 capital to risk-weighted assets	7.28%	8.76%	10.30%
Total capital to risk-weighted assets	8.55%	10.02%	11.50%

Selected operating data: (Unaudited) (In thousands, except per share data)	Three months ended December 31,		Year ended December 31,	
	2010	2009	2010	2009
Interest income	\$ 3,366	\$ 3,681	\$ 13,800	\$ 14,249
Interest expense	727	1,179	3,405	5,193
Net interest income	2,639	2,502	10,395	9,056
Provision for loan losses	3,565	1,264	8,340	2,344
Net interest income after provision for loan losses	(926)	1,238	2,055	6,712
Noninterest income	312	470	1,814	2,242
Noninterest expense	3,128	2,949	11,808	10,881
Loss before income tax	(3,742)	(1,241)	(7,940)	(1,927)
Income tax benefit	(1,514)	(551)	(3,366)	(1,015)
Net loss	(2,229)	(690)	(4,574)	(912)
Preferred stock dividends and accretion	(112)	(111)	(444)	(274)
Net loss available to common shareholders	\$ (2,341)	\$ (801)	\$ (5,018)	\$ (1,186)
Loss per share - basic	\$ (1.88)	\$ (0.64)	\$ (4.03)	\$ (0.95)
Loss per share - diluted	\$ (1.88)	\$ (0.64)	\$ (4.03)	\$ (0.95)
Selected performance ratios:				
Loss on average assets (1)	-2.61%	-0.82%	-1.81%	-0.38%
Loss on average equity (1)	-42.75%	-11.48%	-27.97%	-5.85%
Noninterest expense to average total assets (1)	3.66%	3.52%	4.67%	4.59%
Net interest margin (1)	3.46%	3.27%	3.42%	3.13%
Average total assets	\$ 338,734	\$ 332,635	\$ 337,739	\$ 316,759
Average total equity	20,684	23,831	21,863	20,828

(1) Annualized.

Tangible book value provides a method to assess the level of tangible net assets on a per share basis. Tangible book value is determined by methods other than in accordance with Accounting Principles Generally Accepted in the United States ("GAAP"). The Company's management uses this non-GAAP measure in its analysis of the Company's performance. This measure should not be considered a substitute for book value per share value, a GAAP basis measure, nor should it be viewed as a substitute for operating results determined un accordance with GAAP. Management believes the presentation of tangible book value per share provides useful supplemental information that is essential to a proper understanding of the financial results of the Company.

Tangible book value per share:

Total capital	\$ 17,755	\$ 20,822	\$ 22,707
Less: Preferred equity	6,970	6,970	6,970
Tangible common equity	\$ 10,785	\$ 13,852	\$ 15,737
Outstanding common shares	1,245,267	1,245,267	1,245,267
Tangible book value per share	\$ 8.66	\$ 11.12	\$ 12.64