

FIRSTBANK CORPORATION  
CONSOLIDATED BALANCE SHEETS  
(Dollars in thousands)  
UNAUDITED

	Sep 30 2008	Jun 30 2008	Dec 31 2007	Sep 30 2007
<b>ASSETS</b>				
Cash and cash equivalents:				
Cash and due from banks	\$35,589	\$40,283	\$42,198	\$33,713
Short term investments	3,873	6,281	3,331	20,695
Total cash and cash equivalents	<u>39,462</u>	<u>46,564</u>	<u>45,529</u>	<u>54,408</u>
Securities available for sale	119,756	96,991	105,130	97,832
Federal Home Loan Bank stock	8,760	8,666	8,007	7,684
Loans:				
Loans held for sale	757	191	1,725	311
Portfolio loans:				
Commercial	206,274	214,185	219,080	222,249
Commercial real estate	341,550	334,903	311,494	329,638
Residential mortgage	398,963	393,293	387,222	391,845
Real estate construction	130,405	132,896	126,027	93,278
Consumer	77,018	77,559	78,106	79,506
Total portfolio loans	<u>1,154,210</u>	<u>1,152,836</u>	<u>1,121,929</u>	<u>1,116,516</u>
Less allowance for loan losses	<u>(12,767)</u>	<u>(12,328)</u>	<u>(11,477)</u>	<u>(11,821)</u>
Net portfolio loans	<u>1,141,443</u>	<u>1,140,508</u>	<u>1,110,452</u>	<u>1,104,695</u>
Premises and equipment, net	27,565	27,959	27,554	27,412
Goodwill	35,603	35,553	34,421	35,193
Other intangibles	4,126	4,390	5,832	5,988
Other assets	29,581	28,336	27,089	28,471
<b>TOTAL ASSETS</b>	<u><b>\$1,407,053</b></u>	<u><b>\$1,389,158</b></u>	<u><b>\$1,365,739</b></u>	<u><b>\$1,361,994</b></u>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>				
<b>LIABILITIES</b>				
Deposits:				
Noninterest bearing accounts	\$148,762	\$148,385	\$152,126	\$148,682
Interest bearing accounts:				
Demand	216,894	219,161	222,371	217,678
Savings	157,681	160,862	147,654	153,214
Time	463,193	449,517	453,864	447,690
Wholesale CD's	41,512	35,783	35,377	37,223
Total deposits	<u>1,028,042</u>	<u>1,013,708</u>	<u>1,011,392</u>	<u>1,004,487</u>
Securities sold under agreements to repurchase and overnight borrowings	55,877	48,718	42,791	53,155
FHLB Advances and notes payable	153,865	156,923	139,035	130,982
Subordinated Debt	36,084	36,084	36,084	36,084
Accrued interest and other liabilities	15,669	15,605	17,826	19,449
Total liabilities	<u>1,289,537</u>	<u>1,271,038</u>	<u>1,247,128</u>	<u>1,244,157</u>
<b>SHAREHOLDERS' EQUITY</b>				
Preferred stock; no par value, 300,000 shares authorized, none issued				
Common stock; 20,000,000 shares authorized	112,970	112,491	111,436	110,862
Retained earnings	4,842	5,790	6,692	6,764
Accumulated other comprehensive income/(loss)	(296)	(161)	483	211
Total shareholders' equity	<u>117,516</u>	<u>118,120</u>	<u>118,611</u>	<u>117,837</u>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<u><b>\$1,407,053</b></u>	<u><b>\$1,389,158</b></u>	<u><b>\$1,365,739</b></u>	<u><b>\$1,361,994</b></u>
Common stock shares issued and outstanding	7,530,235	7,484,368	7,407,198	7,374,060
Principal Balance of Loans Serviced for Others (\$mil)	\$514.5	\$517.3	\$515.1	\$516.0
<b>Asset Quality Ratios:</b>				
Non-Performing Loans / Loans (a)	1.81%	1.56%	1.26%	1.00%
Non-Perf. Loans + OREO / Loans (a) + OREO	2.24%	1.89%	1.54%	1.30%
Non-Performing Assets / Total Assets	1.84%	1.58%	1.27%	1.07%
Allowance for Loan Loss as a % of Loans (a)	1.11%	1.07%	1.02%	1.06%
Allowance / Non-Performing Loans	61%	69%	81%	106%
<b>Quarterly Average Balances:</b>				
Total Portfolio Loans (a)	\$1,156,041	\$1,142,047	\$1,118,551	\$1,102,696
Total Earning Assets	1,273,716	1,257,478	1,228,740	1,227,061
Total Shareholders' Equity	118,437	118,846	117,960	117,158
Total Assets	1,408,393	1,389,391	1,356,106	1,352,024
Diluted Shares Outstanding	7,498,223	7,451,664	7,378,262	7,391,851

(a) Total Loans less loans held for sale