

PATHFINDER BANCORP, INC.
FINANCIAL HIGHLIGHTS
(dollars in thousands except per share amounts)

For the three months
ended March 31,
(Unaudited)

| | 2012 | | 2011 |
|---|----------|----|-------|
| Condensed Income Statement | | | |
| Interest and dividend income | \$ 4,673 | \$ | 4,586 |
| Interest expense | 1,016 | | 1,103 |
| Net interest income | 3,657 | | 3,483 |
| Provision for loan losses | 225 | | 263 |
| | 3,432 | | 3,220 |
| Noninterest income excluding net gains on sales of securities, loans and foreclosed real estate | 640 | | 619 |
| Net gain on sales of securities, loans and foreclosed real estate | 88 | | 53 |
| Noninterest expense | 3,455 | | 3,283 |
| Income before income taxes | 705 | | 609 |
| Provision for income taxes | 176 | | 183 |
| Net Income | 529 | | 426 |
| Preferred stock dividends and discount accretion | 138 | | 117 |
| Net income available to common shareholders | \$ 391 | \$ | 309 |

Key Earnings Ratios

| | | |
|--------------------------------------|-------|-------|
| Return on average assets | 0.47% | 0.41% |
| Return on average equity | 5.52% | 5.48% |
| Net interest margin (tax equivalent) | 3.57% | 3.71% |

Share and Per Share Data

| | | |
|--|-----------|-----------|
| Basic weighted average shares outstanding | 2,499,787 | 2,484,832 |
| Basic earnings per share* | \$ 0.16 | \$ 0.12 |
| Diluted weighted average shares outstanding | 2,518,529 | 2,525,160 |
| Diluted earnings per share* | \$ 0.16 | \$ 0.12 |
| Cash dividends per share | \$ 0.03 | \$ 0.03 |
| Book value per common share at March 31, 2012 and 2011 | \$ 9.47 | \$ 10.03 |

*Basic and diluted earnings per share are calculated based upon net income available to common shareholders after preferred stock dividends and discount accretion
Weighted average shares outstanding do not include unallocated ESOP shares.

| | March 31, 2012 | December 31, 2011 | March 31, 2011 |
|--|-------------------|----------------------|-------------------|
| Selected Balance Sheet Data | | | |
| Assets | \$468,130 | \$442,980 | \$412,444 |
| Earning assets | 435,577 | 411,478 | 380,125 |
| Total loans | 304,004 | 304,750 | 286,585 |
| Deposits | 395,265 | 366,129 | 340,759 |
| Borrowed funds | 25,046 | 26,074 | 31,000 |
| Allowance for loan losses | 4,112 | 3,980 | 3,767 |
| Junior subordinated debentures | 5,155 | 5,155 | 5,155 |
| Shareholders' equity | 37,793 | 37,841 | 31,187 |
| Asset Quality Ratios | | | |
| Net loan charge-offs (annualized) to average loans | 0.12% | 0.21% | 0.20% |
| Allowance for loan losses to period end loans | 1.35% | 1.31% | 1.31% |
| Allowance for loan losses to nonperforming loans | 85.45% | 84.18% | 63.10% |
| Nonperforming loans to period end loans | 1.58% | 1.55% | 2.08% |
| Nonperforming assets to total assets | 1.15% | 1.19% | 1.60% |