

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

	For the three months ended June 30, (Unaudited)		For the six months ended June 30, (Unaudited)	
	2011	2010	2011	2010
<b>Condensed Income Statement</b>				
Interest and dividend income	\$ 4,687	\$ 4,485	\$ 9,272	\$ 8,945
Interest expense	1,106	1,208	2,209	2,398
Net interest income	3,581	3,277	7,063	6,547
Provision for loan losses	262	262	525	525
	3,319	3,015	6,538	6,022
Noninterest income excluding net gains on sales of securities, loans and foreclosed real estate	614	683	1,233	1,401
Net gain (losses) on sales of securities, loans and foreclosed real estate	310	(17)	363	(25)
Noninterest expense	3,403	2,892	6,686	5,754
Income before income taxes	840	789	1,448	1,644
Provision for taxes	253	239	435	494
Net Income	\$ 587	\$ 550	\$ 1,013	\$ 1,150
Preferred stock dividends and discount accretion	118	115	235	230
Net income available to common shareholders	\$ 469	\$ 435	\$ 778	\$ 920

**Key Earnings Ratios**

Return on average assets	0.57%	0.57%	0.49%	0.59%
Return on average equity	7.36%	7.17%	6.43%	7.60%
Net interest margin (tax equivalent)	3.82%	3.72%	3.85%	3.71%

**Share and Per Share Data**

Basic weighted average shares outstanding	2,484,955	2,484,832	2,484,894	2,484,832
Basic earnings per share*	\$ 0.19	\$ 0.17	\$ 0.31	\$ 0.37
Diluted weighted average shares outstanding	2,536,443	2,488,041	2,530,833	2,484,832
Diluted earnings per share*	\$ 0.19	\$ 0.17	\$ 0.31	\$ 0.37
Cash dividends per share	\$ 0.03	\$ 0.03	\$ 0.06	\$ 0.06

Book value per common share at June 30, 2011 and 2010

10.52

9.97

\*Basic and diluted earnings per share are calculated based upon net income available to common shareholders after preferred stock dividends and discount accretion

	<b>June 30, 2011</b>	<b>December 31, 2010</b>	<b>June 30, 2010</b>
<b>Selected Balance Sheet Data</b>			
Assets	\$418,532	\$408,545	\$396,332
Earning assets	382,015	380,154	366,767
Total loans	289,496	285,296	270,284
Deposits	344,348	326,502	315,647
Borrowed Funds	37,261	41,000	40,236
Allowance for loan losses	4,006	3,648	3,455
Trust Preferred Debt	5,155	5,155	5,155
Shareholders' equity	32,442	30,592	30,948
<b>Asset Quality Ratios</b>			
Net loan charge-offs (annualized) to average loans	0.12%	0.18%	0.11%
Allowance for loan losses to period end loans	1.38%	1.28%	1.28%
Allowance for loan losses to nonperforming loans	98.62%	61.58%	69.20%
Nonperforming loans to period end loans	1.40%	2.08%	1.85%
Nonperforming assets to total assets	1.20%	1.54%	1.27%