

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

	For the three months ended September 30, (Unaudited)		For the nine months ended September 30, (Unaudited)	
	2011	2010	2011	2010
<b>Condensed Income Statement</b>				
Interest and dividend income	\$ 4,693	\$ 4,585	\$ 13,966	\$ 13,530
Interest expense	1,073	1,213	3,282	3,611
Net interest income	3,620	3,372	10,684	9,919
Provision for loan losses	145	263	670	788
	3,475	3,109	10,014	9,131
Noninterest income excluding net gains on sales of securities, loans and foreclosed real estate	614	644	1,847	2,045
Net gain on sales of securities, loans and foreclosed real estate	389	154	751	129
Noninterest expense	3,208	2,952	9,894	8,706
Income before income taxes	1,270	955	2,718	2,599
Provision for taxes	396	287	831	780
Net Income	\$ 874	\$ 668	\$ 1,887	\$ 1,819
Preferred stock dividends and discount accretion	581	115	816	346
Net income available to common shareholders	\$ 293	\$ 553	\$ 1,071	\$ 1,473

**Key Earnings Ratios**

Return on average assets	0.83%	0.68%	0.61%	0.62%
Return on average equity	9.97%	8.46%	7.69%	7.90%
Net interest margin (tax equivalent)	3.82%	3.76%	3.78%	3.73%

**Share and Per Share Data**

Basic weighted average shares outstanding	2,493,176	2,484,832	2,487,685	2,484,832
Basic earnings per share*	\$ 0.12	\$ 0.22	\$ 0.43	\$ 0.59
Diluted weighted average shares outstanding	2,546,978	2,484,832	2,536,288	2,484,832
Diluted earnings per share*	\$ 0.11	\$ 0.22	\$ 0.42	\$ 0.59
Cash dividends per share	\$ 0.03	\$ 0.03	0.09	0.09
Book value per common share at September 30, 2011 and 2010			10.08	10.20

\*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.

	September 30, 2011	December 31, 2010	September 30, 2010
<b>Selected Balance Sheet Data</b>			
Assets	\$420,446	\$408,545	\$405,786
Earning assets	388,935	380,154	373,897
Total loans	294,292	285,296	278,429
Deposits	343,054	326,502	327,927
Borrowed Funds	28,101	41,000	35,000
Allowance for loan losses	4,003	3,648	3,582
Trust Preferred Debt	5,155	5,155	5,155
Shareholders' equity	39,382	30,592	31,535
<b>Asset Quality Ratios</b>			
Net loan charge-offs (annualized) to average loans	0.15%	0.18%	0.14%
Allowance for loan losses to period end loans	1.36%	1.28%	1.29%
Allowance for loan losses to nonperforming loans	93.44%	61.58%	102.90%
Nonperforming loans to period end loans	1.46%	2.08%	1.25%
Nonperforming assets to total assets	1.15%	1.54%	0.95%