

FINANCIAL SECURITY CORPORATION

	CPP Disbursement Date 02/13/2009	RSSD (Holding Company) 1060850	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev	
Assets	\$263	\$287	8.9%	
Loans	\$152	\$156	2.6%	
Construction & development	\$12	\$9	-25.8%	
Closed-end 1-4 family residential	\$33	\$36	7.4%	
Home equity	\$1	\$1	-42.5%	
Credit card	\$1	\$1	-3.4%	
Other consumer	\$9	\$9	-2.8%	
Commercial & Industrial	\$27	\$27	0.1%	
Commercial real estate	\$32	\$38	17.4%	
Unused commitments	\$27	\$30	10.0%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$51	\$49	-3.4%	
Asset-backed securities	\$0	\$0		
Other securities	\$31	\$30	-0.7%	
Cash & balances due	\$7	\$29	309.3%	
Residential mortgage originations				
Closed-end mortgage originated for sale (quarter)	\$0	\$0		
Open-end HELOC originated for sale (quarter)	\$0	\$0		
Closed-end mortgage originations sold (quarter)	\$0	\$0		
Open-end HELOC originations sold (quarter)	\$0	\$0		
Liabilities	\$239	\$261	9.2%	
Deposits	\$222	\$241	8.9%	
Total other borrowings	\$16	\$18	13.0%	
FHLB advances	\$6	\$2	-67.7%	
Equity				
Equity capital at quarter end	\$24	\$26	6.4%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$5	\$0	NA	
Performance Ratios				
Tier 1 leverage ratio	9.0%	8.8%	--	
Tier 1 risk based capital ratio	14.0%	14.5%	--	
Total risk based capital ratio	15.2%	15.8%	--	
Return on equity ¹	6.3%	9.8%	--	
Return on assets ¹	0.6%	0.9%	--	
Net interest margin ¹	3.3%	3.5%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	132.4%	236.7%	--	
Loss provision to net charge-offs (qtr)	171.6%	21.5%	--	
Net charge-offs to average loans and leases ¹	0.3%	0.5%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2009	2010	2009	2010
Construction & development	9.8%	0.0%	0.0%	0.0%
Closed-end 1-4 family residential	0.7%	2.0%	0.1%	0.5%
Home equity	0.0%	0.0%	0.0%	0.0%
Credit card	0.2%	0.0%	0.8%	0.1%
Other consumer	0.0%	0.2%	0.0%	0.3%
Commercial & Industrial	0.9%	0.0%	0.3%	0.0%
Commercial real estate	0.6%	0.0%	0.0%	0.0%
Total loans	1.2%	0.6%	0.1%	0.1%