



## ANNUAL USE OF CAPITAL SURVEY - 2009

### NAME OF INSTITUTION

(Include Holding Company Where Applicable)

Webster Financial

Person to be contacted regarding this report:	Bruce Wandelmaier
UST Sequence Number:	50
CPP Funds Received:	400,000,000
CPP Funds Repaid to Date:	100,000,000
Date Funded (first funding):	Nov 21, 2008
Date Repaid <sup>1</sup> :	Mar 3, 2010

RSSD: (For Bank Holding Companies)	1145476
Holding Company Docket Number: (For Thrift Holding Companies)	
FDIC Certificate Number: (For Depository Institutions)	18221
City:	Waterbury
State:	Connecticut

<sup>1</sup>If repayment was incremental, please enter the most recent repayment date.

*American taxpayers are quite interested in knowing how banks have used the money that Treasury has invested under the Capital Purchase Program (CPP). To answer that question, Treasury is seeking responses that describe generally how the CPP investment has affected the operation of your business. We understand that once received, the cash associated with TARP funding is indistinguishable from other cash sources, unless the funds were segregated, and therefore it may not be feasible to identify precisely how the CPP investment was deployed or how many CPP dollars were allocated to each use. Nevertheless, we ask you to provide as much information as you can about how you have used the capital Treasury has provided, and how your uses of that capital have changed over time. Treasury will be pairing this survey with a summary of certain balance sheet and other financial data from your institution's regulatory filings, so to the extent you find it helpful to do so, please feel free to refer to your institution's quarterly call reports to illustrate your answers. This is your opportunity to speak to the taxpayers in your own words, which will be posted on our website.*

What specific ways did your institution utilize CPP capital? Check all that apply and elaborate as appropriate, especially if the uses have shifted over time. Your responses should reflect actions taken over the past year (or for the portion of the year in which CPP funds were outstanding).

<input checked="" type="checkbox"/>	Increase lending or reduce lending less than otherwise would have occurred.	Although loan balances fell during the year due to a \$200 million securitization and the curtailment of out of market lending programs, Webster provided \$2.4 billion in renewals, modifications and originations during 2009. Without CPP, the level of this activity would have been lower.
<input checked="" type="checkbox"/>	To the extent the funds supported increased lending, please describe the major type of loans, if possible (residential mortgage loans, commercial mortgage loans, small business loans, etc.).	Webster supported businesses and individuals in our markets with a full range of lending products including residential and commercial mortgage loans, middle market and small business loans, equipment finance loans, asset based loans and home equity lines and loans.
<input checked="" type="checkbox"/>	Increase securities purchased (ABS, MBS, etc.).	Webster helped to support the national mortgage market by increasing mortgage backed securities by \$864 million.

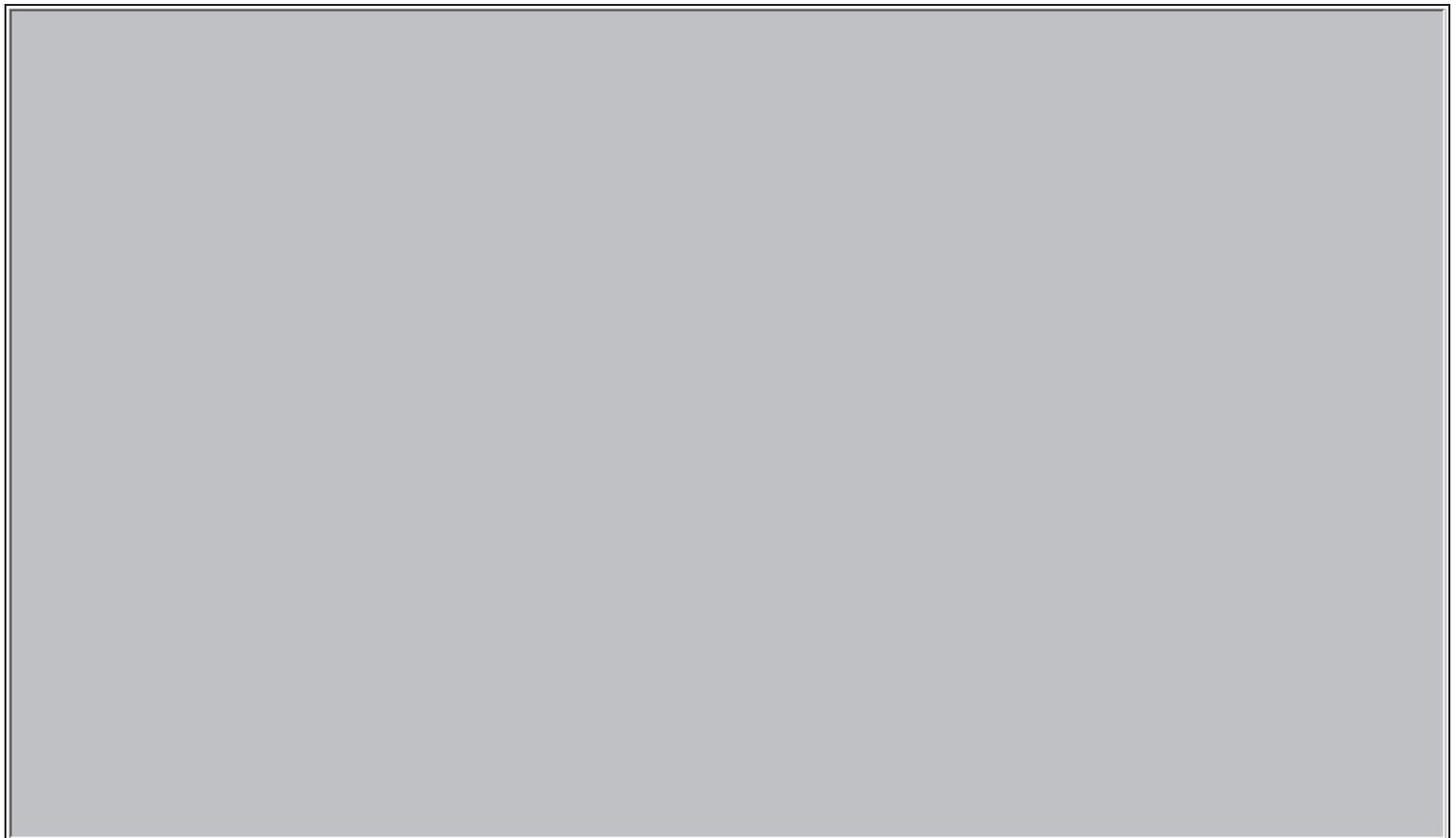
<input type="checkbox"/> Make other investments	
<input type="checkbox"/> Increase reserves for non-performing assets	
<input type="checkbox"/> Reduce borrowings	
<input type="checkbox"/> Increase charge-offs	
<input type="checkbox"/> Purchase another financial institution or purchase assets from another financial institution	
<input type="checkbox"/> Held as non-leveraged increase to total capital	

What actions were you able to avoid because of the capital infusion of CPP funds?

What actions were you able to take that you may not have taken without the capital infusion of CPP funds?

Webster was able to continue supporting the credit needs of our customers and grow the assets of the institution given the positive impact CPP had on capital and liquidity. In 2009 Webster helped hundreds of families stay in their homes through mortgage modifications. Webster maintained charitable giving and retained our position as Connecticut's leading SBA lender, including to women-owned and minority-owned businesses. Webster expanded our regional franchise into the heart of the financial district in Boston and opened a new regional headquarters in Providence as well as two new branches in Rhode Island.

Please describe any other actions that you were able to undertake with the capital infusion of CPP funds.



According to the Paperwork Reduction Act of 1995, no persons are required to respond to a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 1505-0222. The time required to complete this information collection is estimated to average 80 hours per response.